

THE CORPORATION OF THE CITY OF VERNON

2005 ANNUAL REPORTS



YEAR ENDED DECEMBER 31, 2005



THE CORPORATION OF THE CITY OF VERNON

2005 ANNUAL REPORTS

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June 27, 2006



**THE CORPORATION OF
THE CITY OF VERNON**

**Financial Statements
For the year ended December 31, 2005**

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Driving growth

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Auditors' Report

To the Mayor and Councillors of
THE CORPORATION OF THE CITY OF VERNON

We have audited the consolidated statement of financial position of The Corporation of the City of Vernon as at December 31, 2005 and the consolidated statements of financial activity, cash flow, current fund operations, capital fund operations and reserve fund operations for the year then ended. These financial statements are the responsibility of the Corporation's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the corporation as at December 31, 2005 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

BDO Dunwoody LLP

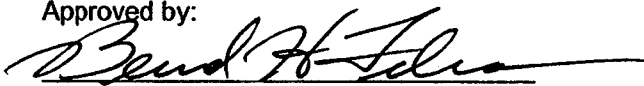
Chartered Accountants

Vernon, British Columbia
March 3, 2006

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Financial Position
Statement A

December 31	2005	2004
Financial Assets		
Cash, term deposits and investments (Note 1)	\$ 42,099,120	\$ 18,302,386
Receivables (Note 2)	5,991,913	9,838,271
Deposits with Municipal Finance Authority	<u>3,432,876</u>	<u>2,688,215</u>
	<u>51,523,909</u>	<u>30,828,872</u>
Financial Liabilities		
Bank advances	1,299,124	3,800,963
Payables	15,059,635	13,898,633
Municipal Finance Authority debt reserve fund	3,432,876	2,688,215
Long term debt (Schedule 1)	53,322,436	37,251,321
Deferred development cost charges (Note 3)	<u>10,467,222</u>	<u>7,659,553</u>
	<u>83,581,293</u>	<u>65,298,685</u>
Net Financial Assets	<u>(32,057,384)</u>	<u>(34,469,813)</u>
Physical Assets		
Property, plant and equipment (Schedule 2)	<u>188,400,124</u>	<u>177,370,730</u>
Net Position	<u>\$ 156,342,740</u>	<u>\$ 142,900,917</u>
Municipal Position		
Equity in Physical Assets	<u>\$ 135,077,688</u>	<u>\$ 140,119,409</u>
Operating Fund (Statement D)	18,621,903	15,374,971
Capital Fund (Statement E)	1,875,370	(13,605,442)
Statutory Reserves (Statement F)	<u>767,779</u>	<u>1,011,979</u>
	<u>21,265,052</u>	<u>2,781,508</u>
	<u>\$ 156,342,740</u>	<u>\$ 142,900,917</u>

Approved by:



Treasurer

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Financial Activity
Statement B

For the year ended December 31	2005 Budget	2005	2004
Revenue			
Taxation	\$ 17,960,363	\$ 17,851,007	\$ 17,048,699
Grants – in lieu of taxes	276,000	271,101	301,242
Services provided to regional & local govts	1,718,873	1,465,200	1,003,871
Sales of services			
Transportation	1,277,999	1,440,299	1,313,580
Environment Health	8,611,477	8,652,692	8,016,340
Public Health	162,000	154,770	185,656
Development services	70,500	343,983	185,595
Licences and permits	1,233,000	2,205,588	1,458,296
Penalties and interest on taxes	340,000	259,956	287,327
Gas system lease revenue	2,634,875	2,613,377	2,676,543
Franchise agreement	515,000	492,625	487,013
Fines and rentals	485,000	512,798	476,002
Other (includes actuarial adjustment)	661,525	1,652,404	1,396,811
Refund of excess sinking funds	465,000	57,799	167,565
Contributions from developers	-	1,350,922	3,619,927
Proceeds from sales	-	1,362,411	1,089,449
Conditional transfers from other governments	5,761,785	3,058,766	6,245,726
Unconditional transfers from provincial govt	2,071,000	435,204	2,044,488
Transfer from Cemetery Care Fund	23,000	23,000	23,000
	44,267,397	44,203,902	48,027,130
Expenditures			
General government services	4,385,785	4,919,557	4,672,918
Protective services			
Police protection	6,384,845	5,971,747	4,804,310
Fire protection	2,700,871	2,722,491	2,586,640
Inspections and licencing	417,141	425,420	386,433
Transportation services	7,076,329	6,989,858	6,524,620
Environmental health services	3,495,131	4,393,733	2,919,731
Public health services	161,376	152,132	151,150
Environmental development services	466,291	461,303	436,795
Debt and bank charges	5,575,040	3,670,306	3,576,787
Financing charges	-	332,832	-
Purchase of property, plant and equipment	32,599,901	11,752,094	25,226,376
	63,262,710	41,791,473	51,285,760
Net Revenues for the Year	(18,995,313)	2,412,429	(3,258,630)
Debt issued	21,000,000	19,018,954	-
Debt principal repayments (includes actuarial)	3,749,994	(2,947,839)	(2,551,700)
Change in fund balances	\$(1,745,307)	\$ 18,483,544	\$ (5,810,330)

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Cash Flow
Statement C

For the year ended December 31	2005	2004
Cash flows from operating activities		
Net revenues for the year	\$ 2,412,429	\$ (3,258,630)
Changes in non-cash working capital items		
Receivables	3,846,358	(4,832,342)
Non-capital assets	-	86,799
Payables	1,161,002	1,016,334
Deferred development cost charges	<u>2,807,669</u>	<u>(1,567,196)</u>
	<u>10,227,458</u>	<u>(8,555,035)</u>
Cash flows from financing activities		
Issuance of long term debt	19,018,954	-
Repayment of long term debt	<u>(2,947,839)</u>	<u>(2,551,700)</u>
	<u>16,071,115</u>	<u>(2,551,700)</u>
Increase in cash	26,298,573	(11,106,735)
Cash, beginning of year	<u>14,501,423</u>	<u>25,608,158</u>
	\$ 40,799,996	\$ 14,501,423
Cash is represented by:		
Cash, term deposits and investments	\$ 42,099,120	\$ 18,302,386
Bank advances	<u>(1,299,124)</u>	<u>(3,800,963)</u>
	\$ 40,799,996	\$ 14,501,423

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Current Fund Operations
Statement D

For the year ended December 31	2005 Budget	2005	2004
Revenue			
Taxation	\$ 17,960,363	\$ 17,851,007	\$ 17,048,699
Grants – in lieu of taxes	276,000	271,101	301,242
Services to regional & local governments	1,718,873	1,465,200	1,003,871
Sales of services			
Transportation	1,128,999	1,440,299	1,313,580
Environment health	8,760,477	8,652,692	8,016,340
Public health	162,000	154,770	185,656
Development services	70,500	343,983	185,595
Licences and permits	1,233,000	2,205,588	1,458,296
Penalties and interest on taxes	340,000	259,956	287,327
Gas system lease revenue	2,634,875	2,613,377	2,676,543
Franchise agreement	515,000	492,625	487,013
Fines and rentals	485,000	512,798	476,002
Other	661,525	1,033,443	858,692
Conditional transfers – government	761,785	3,058,766	977,398
Unconditional transfers – provincial govt	2,071,000	435,204	2,044,488
Received from Cemetery Care Fund	23,000	23,000	23,000
	<u>38,802,397</u>	<u>40,813,809</u>	<u>37,343,742</u>
Expenditures			
General government services	4,385,785	4,919,557	4,672,918
Protective services			
Police protection	6,384,845	5,971,747	4,804,310
Fire protection	2,700,871	2,722,491	2,586,640
Inspections and licencing	417,141	425,420	386,433
Transportation services	7,076,329	6,989,858	6,524,620
Environmental health services	3,495,131	4,393,733	2,919,731
Public health services	161,376	152,132	151,150
Environmental development services	466,291	461,303	436,795
Interest and bank charges	5,575,040	3,670,306	3,576,788
	<u>30,662,809</u>	<u>29,706,547</u>	<u>26,059,385</u>
	<u>8,139,588</u>	<u>11,107,262</u>	<u>11,284,357</u>
Debt principal repayments	3,284,994	2,353,672	2,085,965
Net inter-fund transfer			
Transfer to capital fund	5,129,037	5,506,658	6,521,963
	<u>8,414,031</u>	<u>7,860,330</u>	<u>8,607,928</u>
Change in current fund	(274,443)	3,246,932	2,676,429
Balance, beginning of year	<u>15,374,971</u>	<u>15,374,971</u>	<u>12,698,542</u>
Balance, end of year	<u>\$ 15,100,528</u>	<u>\$ 18,621,903</u>	<u>\$ 15,374,971</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Capital Fund Operations
Statement E

For the year ended December 31	2005	2004
Sources of financing		
Contributions from current operations	\$ 5,506,658	\$ 6,521,963
Contribution from developers	1,350,922	3,619,927
Interest earned on investments	1,822	41,836
Refund of excess sinking funds	57,799	167,565
Contributions from statutory reserves	1,629,583	919,266
Proceeds of debenture debt	19,018,954	-
Senior government grants	-	5,268,328
	<u>27,565,738</u>	<u>16,538,885</u>
Expenditures		
General government services	6,852,099	8,531,292
Sewer services	4,899,995	16,695,085
Financing costs	332,832	-
	<u>12,084,926</u>	<u>25,226,377</u>
Change in capital fund	15,480,812	(8,687,492)
Balance, beginning of year	(13,605,442)	(4,917,950)
Balance, end of year	\$ 1,875,370	\$ (13,605,442)

THE CORPORATION OF THE CITY OF VERNON
Consolidated Statement of Reserves
Statement F

For the year ended December 31	2005	2004
Balance, beginning of year	\$ 1,011,979	\$ 811,246
Additions		
Return on investment	22,972	30,550
Proceeds from sales	1,362,411	1,089,449
Deductions		
Transfer to capital fund	<u>(1,629,583)</u>	<u>(919,266)</u>
Net addition	<u>(244,200)</u>	<u>200,733</u>
Balance, end of year	\$ 767,779	\$ 1,011,979

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE CITY OF VERNON

Summary of Significant Accounting Policies

December 31, 2005

Basis of accounting	The consolidated financial statements of the City of Vernon are prepared by management in accordance with local government accounting standards established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants. In line with the standards, the resources and operations of the Corporation are segregated into various funds for accounting and financial reporting purposes, each being treated as a separate entity with responsibility for the stewardship of the assets allocated to it.
Accrual accounting	The accrual method for reporting revenues and expenditures has been used.
Basis of consolidation	The consolidated statements include all funds of the Corporation and the wholly owned subsidiary, Vernon Regional Airport Corp. interfund revenues, expenditures, assets and liabilities have been eliminated.
Measurement uncertainty	The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 amounts of revenue and expenditure during the reporting period. Actual results could differ from those estimates.
Property, plant and equipment	Property, plant and equipment are stated at cost and are not subject to amortization.
Debt charges	Payments on principal are charged against current operating revenue in the periods in which they are paid. Interest is recorded on an accrual basis.

THE CORPORATION OF THE CITY OF VERNON
Summary of Significant Accounting Policies, continued

December 31, 2005

Investments	Investments are stated at cost, which approximate market value.
Statutory reserves	These funds are used for future capital expenditures as designated by City Council.
Reserves for future	The reserves for future expenditures and replacements amounts set aside from past and current operations for future operating expenditures and are classified as equity.
Government transfers	Government transfers are recognized in the consolidated financial statements as revenues in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.
Financial instruments	The Corporation's financial instruments consist of cash, short-term investments, accounts receivable, bank advances, accounts payable and long-term debt. Unless otherwise noted, it is management's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.
Budget figures	The budget figures are from the Annual Budget Bylaw to be adopted by May 15 of each year. They have been reallocated to conform to PSAB financial statement presentation requirements. Subsequent amendments have been made by Council to reflect changes in the budget as required by law.
Revenue recognition	Revenues are recorded using the accrual method of accounting. The City is required to act as the agent for the collection of taxes and fees imposed by other authorities. These collections for other authorities are included in the City's total taxation revenues. The City then deducts the amounts paid to these authorities to arrive at taxation revenue for City purposes.

THE CORPORATION OF THE CITY OF VERNON

Notes to Financial Statements

December 31, 2005

1. Restricted Cash

Included in cash, term deposits and investments are the following restricted amounts:

	2005	2004
Reserves for future expenditures and replacements	\$ 18,523,212	\$ 14,507,508
Statutory reserves	11,689,990	9,042,224
	\$ 30,213,202	\$ 23,549,732

2. Receivables

	2005	2004
Property taxes	\$ 826,947	\$ 913,500
Governments	1,338,636	5,910,743
Trade accounts	1,105,829	565,671
Utility billings	2,720,501	2,448,357
	\$ 5,991,913	\$ 9,838,271

3. Deferred Development Cost Charges

Development Cost Charges (DCC's) are collected to pay for general capital costs and utility costs for new developments. In accordance with PSAB recommendations, the City records DCC's levied as deferred DCC's. When the related costs are incurred, the DCC's are recognized as revenue.

	2005	2004
Deferred DCC's, beginning of year	\$ 7,659,553	\$ 9,506,804
Transfers to General Capital Fund	(591,794)	(3,547,564)
DCC's levied during the year	3,188,039	1,317,478
Investment income	211,424	382,835
Deferred DCC's, end of year	\$ 10,467,222	\$ 7,659,553

THE CORPORATION OF THE CITY OF VERNON

Notes to Financial Statements

December 31, 2005

4. Contingent Liabilities

- a) The Corporation is responsible as a member of the Regional District of North Okanagan ("RDNO") for its proportion of any operating deficits related to functions in which it participates. The Regional District of North Okanagan debt is, under the provisions of the Local Government Act, a direct, joint and several liability of the District and each member Municipality within the district, including The Corporation of the City of Vernon.

The Municipal Finance Authority debentures are covered by a loan agreement with the Municipal Finance Authority which provides that, if at any time the payments provided for in the agreement are not sufficient to meet the authority's obligations in respect of such borrowings, the resulting deficiency becomes a liability of the Corporation.

- b) The Corporation has been named defendant in several uninsured legal actions. No reserve or liability has been recorded regarding any of the legal actions and any possible claims because the amount of loss, if any, is not determinable. Settlement, if any, made with respect to these actions, would be expected to be accounted for as a charge to expenditures in the period in which realization is known.
- c) The City of Vernon and its employees contribute to the Municipal Pension Plan (the plan), a jointly trusted pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The plan has about 130,000 active members and approximately 48,000 retired members. Active members include approximately 30,000 contributors from local governments.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. The most recent valuation as at December 31, 2003 indicated an unfunded liability of \$789 million for basic pension benefits. The next valuation will be as at December 31, 2006 with results available in 2007. The actuary does not attribute portions of the unfunded liability to individual employers. The City of Vernon paid \$809,527 for employer contributions to the plan in fiscal 2005.

- d) Commencing December 31, 1987, the Corporation entered into a self insurance plan with other British Columbia municipalities. The Corporation is obliged under the plan to pay a percentage of its fellow insured's losses. The Corporation pays an annual premium, which is anticipated to be adequate to cover any losses incurred.
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THE CORPORATION OF THE CITY OF VERNON Notes to Financial Statements

December 31, 2005

5. Future Principal Requirements, Including Sinking Fund Additions, on Existing Debt:

Year	General Fund	Sewer Fund	Total
2006	\$ 1,329,226	\$ 988,269	\$ 2,317,495
2007	1,329,849	988,269	2,318,118
2008	1,330,534	899,895	2,230,429
2009	1,331,286	618,087	1,949,373
2010	1,323,554	557,602	1,881,156
2011 & thereafter	<u>12,585,596</u>	<u>9,348,745</u>	<u>21,934,341</u>
	19,230,045	13,400,867	32,630,912
Actuarial additions	<u>10,323,622</u>	<u>10,367,902</u>	<u>20,691,524</u>
	<u>\$ 29,553,667</u>	<u>\$ 23,768,769</u>	<u>\$ 53,322,436</u>

6. Trust Funds

The City operates and maintains Pleasant Valley Cemetery. A Cemetery Care Trust Fund was established to ensure continuity of maintenance. 25% of all plot sales is deposited into the trust fund.

Continuity of Trust Funds:	<u>2005</u>	<u>2004</u>
Balance, beginning of year	\$ 508,045	\$ 469,458
Interest earned	25,370	34,469
Proceeds from plot sales	21,460	27,118
Transfer to General Revenue for maintenance	<u>(23,000)</u>	<u>(23,000)</u>
Balance, end of year	<u>\$ 531,875</u>	<u>\$ 508,045</u>

7. Expenditures by Object

	<u>2005</u>	<u>2004</u>
Debt and bank charges	\$ 4,003,138	\$ 3,576,787
Wages, salaries and benefits	12,682,187	11,685,962
Contracted services	9,617,139	8,251,712
Supplies and equipment	13,077,821	20,074,674
Capital lease	127,884	127,884
Other	<u>2,133,304</u>	<u>7,568,741</u>
	<u>\$ 41,641,473</u>	<u>\$ 51,285,760</u>

THE CORPORATION OF THE CITY OF VERNON

Notes to Financial Statements

December 31, 2005

8. Comparative Figures

Certain comparative figures have been reclassified to conform to financial statement presentation adopted for the current year.

9. Capital Lease Payable

The City has entered into an agreement with BC Gas Utility Ltd. That has resulted in the creation of the Natural Gas Legacy Fund.

Capital Lease

Under the terms of the agreement the City has entered into a 35 year capital lease with BC Gas Utility Ltd., commencing December 1, 2002, for the natural gas distribution system within the municipal boundary. The City has prepaid \$23,750,000 of the capital lease obligation and has financed the prepayment through debenture debt. The remaining obligation of \$1,250,000, which is included in long-term debt, will be paid with annual lease payments of \$128,000 including interest based on BC Gas approved pre-tax weighted average cost of capital of 9.25%.

Operating Lease

The City has also entered into a 17 year operating lease with BC Gas Utility Ltd., commencing December 1, 2002, whereby the City leases back to BC Gas Utility Ltd. the operation of the gas distribution system. Under the operating lease BC Gas Utility Ltd. is required to make annual lease payments to the City calculated by a formula specified in the agreement which is based on the total annual revenue generated by the transaction. At the end of the 17 year term BC Gas Utility Ltd has the option of making a termination payment equal to the unamortized portion of the City's \$23,750,000 prepayment under the capital lease, which is estimated to be \$12,214,000 or negotiate a new 18 year operating lease with a continuation of the annual lease payments which existed under the previous 17 year annual operating lease.

10. Long Term Agreement with the Regional District of North Okanagan

The City of Vernon has entered into a 10 year agreement with the Regional District of the North Okanagan for the operation of the entire water system owned by the Region. This agreement was entered into following a successful alternate approval process. Subsequently, the City has entered a 10 year agreement with the District of Coldstream whereby the district operates that portion of the water system that is located within and east of the District borders. This agreement was also subject to a successful alternate approval process. Under these agreements the City and the District are responsible for the day-to-day operation of the water system, and are wholly re-imbursed for the operating expenditures made to undertake these duties.

THE CORPORATION OF THE CITY OF VERNON
Debenture and Other Debt
Schedule 1

For the year ended December 31 **2005** **2004**

By-Law Number	Purpose of By-Law	Interest Rate %	Year Maturing	Balance	Balance
General Capital Fund:					
3314/3558	Storm drains	6.50	2009	\$ 80,524	\$ 98,317
3602	Civic buildings	10.07	2011	1,018,216	1,160,784
4482/4172	Specified Area: 48 Ave	5.99	2014	307,551	334,114
4641	29 th Street Parking Lot	Prime-.25	2006	-	390,000
4592	43 rd Avenue	Prime-.25	2006	-	87,000
4679	43 rd Avenue	Prime-.25	2007	-	184,000
4717/4726	BC Gas lease prepayment	5.37	2019	21,511,024	22,556,336
4718	BC Gas lease payable	9.25	2037	1,234,217	1,239,979
4624	Revite # 1	4.17	2020	388,328	-
4625	Revite # 2	4.17	2020	128,399	-
4728	Revite # 3	4.17	2020	210,790	-
4739	Anderson Specified Area	4.17	2025	4,674,617	-
				\$ 29,553,666	\$ 26,050,530

Sewer Utility Capital Fund:

3066/3409	Sanitary sewers	6.9	2007	\$ 97,729	\$ 143,131
3558/3453	Sanitary sewers	6.5	2009	569,073	694,817
3066/3686	Sanitary sewers	9.625	2012	414,053	581,234
3832/3874	Sanitary sewers	8.75	2008	1,595,435	2,077,422
4158/3875	Sanitary sewers	7.75	2011	144,882	165,168
1214BJ	Sanitary sewers	5.99	2017	71,121	75,376
4526BJ	Sanitary sewers	5.99	2019	306,738	321,644
4482/4172	Sanitary sewers	5.99	2014	332,815	361,561
4680/4694	Sanitary sewers	6.06	2027	4,669,737	4,785,237
4680	Sanitary sewers	4.775	2028	1,950,367	1,995,201
4791	Sanitary sewers	4.17	2025	12,556,250	-
4889	Reclaimed Water Line	4.17	2025	1,060,570	-
				\$ 23,768,770	\$ 11,200,791

\$ 53,322,436 **\$ 37,251,321**

THE CORPORATION OF THE CITY OF VERNON
Plant, Property and Equipment
Schedule 2

<u>For the year ended December 31, 2005</u>	<u>Engineering Structures</u>	<u>Buildings</u>
General Capital Fund		
General government	\$ 342,618	\$ 1,397,898
Protective services	-	3,733,599
Transportation services	53,632,594	3,238,406
Environmental health services	-	-
Public health services	292,459	53,124
Recreation and cultural services	367,392	2,512,833
School sites	-	-
Other	-	-
Capital lease	-	-
	<u>54,635,063</u>	<u>10,935,860</u>
Sewer Utility Capital Fund		
Sanitary sewer system	55,643,666	-
Spray irrigation system	9,801,329	43,312
Compost facility	34,335	-
Outfall	3,395,161	-
	<u>68,874,491</u>	<u>43,312</u>
Vernon Regional Airport Corporation	<u>1,407,266</u>	<u>299,650</u>
	\$ 124,916,820	\$ 11,278,822

THE CORPORATION OF THE CITY OF VERNON
Property, Plant and Equipment
Schedule 2, continued

Machinery and Equipment	Capital Lease	Land	2005 Total	2004 Total
\$ 2,470,672	-	\$ 155,537	\$ 4,366,725	\$ 3,882,789
3,339,394	-	255,535	7,328,528	7,265,331
6,536,606	-	3,960,735	67,368,341	63,656,795
151,034	-	74,949	225,983	225,983
8,161	-	18,866	372,610	372,610
354,465	-	1,764,877	4,999,567	4,154,897
-	-	513,500	513,500	513,500
-	-	4,401,431	4,401,431	2,842,916
-	23,126,461	-	23,126,461	23,849,163
12,860,332	23,126,461	11,145,430	112,703,146	106,763,984
384,440	-	232,011	56,260,117	52,172,089
-	-	4,105,231	13,949,872	13,172,241
-	-	-	34,335	-
-	-	-	3,395,161	3,395,161
384,440	-	4,337,242	73,639,485	68,739,491
176,834	-	173,743	2,057,493	1,867,255
\$ 13,421,606	\$ 23,126,461	\$ 15,656,415	\$ 188,400,124	\$ 177,370,730

THE CORPORATION OF THE CITY OF VERNON
Transmission of Taxes Levied for Other Governments
Schedule 3

For the year ended December 31	2005	2004
Transmission of taxes levied for other governments:		
Regional Library Board	\$ 1,051,712	\$ 1,028,261
Regional District of North Okanagan	7,831,796	7,408,663
Provincial government (education)	14,964,502	13,954,970
North Okanagan Regional Hospital District	840,513	901,752
B.C. Assessment Authority	407,425	374,543
Municipal Finance Authority	877	702
	<hr/>	<hr/>
	\$ 25,096,825	\$ 23,668,891

CITY OF VERNON
PROPERTY TAX EXEMPTION - FOR 2005
 -using 2005 mill rates; 2005 assessments

100% on categories a) b) and c)

	<u>Roll Number</u>	<u>CL</u>	LAND Assessed Value	IMPROVEMENTS	TOTAL EXEMPTION
Churches and Houses of Worship					
306 35A Street	5560.000	8	589,300	708,000 \$	5,485.97
3606 27 Street	1774.000	8	77,000	111,900 \$	809.28
4312 25th Street	2264.006	8	93,400	330,000 \$	1,908.01
3605 12th Street	5480.002	8	84,500	320,000 \$	1,828.46
4300 Bella Vista Rd.	6464.000	8	43,000	160,600 \$	919.77
1506 - 35th Street	3709.001	8	236,500	1,446,000 \$	7,741.99
3412 15th Ave	5287.003	8	135,200	1,632,000 \$	8,266.25
3910 27 Street	1975.000	8	222,500	874,000 \$	4,964.29
1406 32nd Avenue	2997.000	8	168,900	392,000 \$	2,473.96
2001 - 45th Avenue	2651.000	8	68,000	105,700 \$	747.49
3701 32nd Ave	866.000	8	135,000	954,000 \$	5,032.49
6525 Okanagan Landing Road	7357.550	8	128,900	292,000 \$	1,853.90
4203 Pleasant Valley Road	2565.020	8	57,200	48,700 \$	437.02
3800 Commonage Crescent	3714.025	8	63,700	598,800 \$	3,083.44
1424 Mission Road	5287.002	8	315,600	2,301,000 \$	12,102.26
1204 30th Avenue	6029.001	8	177,200	547,400 \$	3,244.71
3016 - 37th Street	4092.000	8	70,700	117,000 \$	811.04
2607 27th Street	517.000	8	245,300	530,000 \$	3,405.55
3303 32nd Ave	844.005	6	401,000	843,000 \$	5,455.55
2306 - 40th Avenue	1913.110	8	78,200	324,000 \$	1,824.97
2210 40th Avenue	2546.000	8	82,700	437,000 \$	2,379.93
3205 27th Street	93.000	8	255,600	1,976,000 \$	10,337.68
3300 Alexis Park Drive	4158.100	8	1,399,000	2,759,000 \$	18,165.13
4105 - 27th Street	1920.010	8	132,300	169,700 \$	1,282.89
2601 43rd Ave	2253.000	8	225,800	1,661,000 \$	8,728.91
19 - 2200 - 40th Street	6099.020	8	33,700	85,800 \$	529.79
4107 Pleasant Valley Road	2534.007	8	49,700	100,000 \$	654.79
4506 29 Street	4451.002	8	181,400	315,000 \$	2,151.54
3508 25th Avenue	3820.005	8	238,900	283,300 \$	2,206.25
171 Okanagan Landing Road	7401.340	8	146,300	1,052,000 \$	5,540.26
106 Pleasant Valley Road	2563.015	8	98,800	274,000 \$	1,660.30
4895 Bella Vista Road	7433.200	8	92,100	260,000 \$	1,569.56
b) EDUCATIONAL INSTITUTION					
1802 - 45 th Avenue	2590.001	6	25,600	2,145,000 \$	27,851.38
2700 - 28 th Avenue	502.000	6	446,000	3,903,000 \$	54,416.99
c) SOCIAL SERVICES					
3511 - 27 th Avenue	3907.001	1	134,000	487,000 \$	2,802.02
3100 - 28 th Avenue	1445.000	6	248,000	901,000 \$	13,919.86
3605 - 24 th Avenue	3821.006	1	69,500	212,000 \$	1,259.75
2902 - 29 th Avenue	1353.000	6	110,000	68,700 \$	1,914.11
4505 - 25 th Street	2357.000	6	176,000	341,000 \$	6,037.18
4000 - 25 th Avenue	3830.009	6	70,200	153,000 \$	2,626.69
3000 Gataby Place	4048.015	1	985,000	5,192,900 \$	28,288.94
1400 Mission Road	6441.000	1	970,000	2,704,300 \$	16,368.35
1316 Mission Road	3714.010	1	138,000	- \$	1,291.89
1340 Polson Drive	6133.020	6	168,000	231,000 \$	4,546.30
1507 - 35 th Avenue	2439.000	1	186,000	1,032,000 \$	5,587.03
4608 - 20 th Street	2672.001	6	86,400	214,000 \$	3,563.57
2400 - 46 th Avenue	2357.005	6	106,000	444,000 \$	6,707.75
2802 - 34 th Street	1205.000	6	303,000	211,000 \$	5,552.65
3401 - 28 th Avenue	1207.001	1	72,000	56,100 \$	525.29
2900 - 32 nd Avenue	1002.000	6	220,000	158,000 \$	4,093.40
4107 - 27 th Street	1921.000	8	63,500	144,000 \$	914.01
4109 - 27 th Street	1922.000	8	63,500	145,000 \$	918.78
3003 Gataby Place	4048.018	1	480,000	839,000 \$	5,719.32
3402 - 27 th Avenue	1552.105	6	292,000	1,043,000 \$	16,159.68
3400 - 27 th Avenue	1552.110	6	252,000	20,700 \$	2,625.56
102 - 29 th Avenue	1382.000	6	115,000	178,000 \$	3,367.90
3403 - 27 th Avenue	1539.000	6	237,000	138,000 \$	3,995.09
3506 - 27 th Avenue	3858.002	1	113,625	613,700 \$	3,333.24
2711 - 38 th Street	3933.000	6	958,000	3,563,000 \$	54,833.39
4240 Alexis Park Drive	4230.100	6	8,400	280,000 \$	3,682.96
3201 - 27th Street	93.000	6	48,700	138,000 \$	832.41
2808 - 35 th Street	3917.000	1	601,000	745,000 \$	5,704.29

PROPERTY TAX EXEMPTION - FOR 2005
-using 2005 mill rates; 2005 assessments

100% on categories a) b) and c)

	<u>Roll Number</u>	<u>CL</u>	LAND Assessed Value	IMPROVEMENTS Assessed Value	TOTAL EXEMPTION
3502 - 27 th Avenue	3859.000	1	450,000	1,557,000 \$	9,035.69
2603 - 26 th Street	570.001	1	182,000	558,000 \$	3,312.44
3502 - 19 th Street	2464.000	1	48,000	263,000 \$	1,425.97

d) CULTURAL

2901 - 35 th Avenue	1826.010	6	124,900	389,400 \$	6,181.84
1705 - 32 nd Avenue	2869.000	6	118,000	244,100 \$	4,246.86

e) EDUCATIONAL

250 Allan Brooks Way	5289.004	6	349,500	103,600 \$	4,605.45
3505 - 30 th Avenue	4048.040	1	620,000	432,000 \$	4,279.78
2704 Highway 6	631.001	8	5,538,000	\$	19,827.70

f) RECREATIONAL

7813 Okanagan Landing Road	7815.000	6		402,000 \$	5,174.79
9657 Eastside Road	7801.200	1	1,019,000	107,000 \$	3,958.11

e) MIXED AND UNIQUE

3700 - 33 rd Street	4135.007	6	153,130	277,468 \$	5,169.05
SE ¼ of Section 27	6167.000	8	250,000	\$	895.08
1905 - 47 th Avenue	2676.002	6	126,000	136,200 \$	3,013.20
1901 - 47 th Avenue	2676.002	6	126,000	136,200 \$	3,013.20
4304 - 25 th Street	2255.015	1	325,000	1,006,000 \$	5,960.71
3700 - 33 rd Street	4135.007	6	225,458	408,522 \$	7,369.37
3400 Coldstream Avenue	1196.001	1	1,106,000	2,876,000 \$	17,674.02
3700 - 33 rd Street	4135.007	6	127,294	230,651 \$	4,160.74

f) Phase in 2004

2309 - 40 th Avenue - S/SERVICE	1913.075	1	89,100	188,200 \$	1,216.44
3801 - 27 th Avenue - S/SERVICE	3937.004	1	74,000	129,100 \$	880.56
3104 - 37 th Avenue - S/SERVICE	1850.002	1	96,500	67,300 \$	666.42
6225 Okanagan Landing Rd - RECREATNL	7340.092	6	35,500	294,800 \$	4,127.18
2904 - 29 th Avenue - S/SERVICE	1355.000	6	110,000	130,000 \$	2,703.20

g) Phase in 2005

4007 - 24th Avenue - S/SERVICE	3834.025	1	50,400	252,300 \$	1,383.54
3506 - 27th Avenue - S/SERVICE	3858.002	1	70,175	51,700 \$	497.78
3900 - 24th Avenue - MIXED	3829.002	1	237,400	639,000 \$	3,897.03
107 - 2200 - 53rd Avenue - MIXED	4487.047	1	89,000	\$	318.65
108 - 2200 - 53rd Avenue - MIXED	4487.048	1	89,000	\$	318.65
109 - 2200 - 53rd Avenue - MIXED	4487.049	1	89,000	\$	318.65
4611 - 23rd Street - WORSHIP	2674.002	8	120,900	400,000 \$	1,590.94
				\$	566,689.35

h) Reinstated in 2006 - SOCIAL SERVICE

3307 26th Street	60.000	1	24,800	70,600 \$	425.45
2803 - 39th Street	3959.000	1	57,900	170,100 \$	1,018.42
100 Kalamaka Lake Road	6164.024	6	19,500	120,000 \$	1,727.26
2801 - 45th Avenue	2355.005	6	209,600	410,000 \$	7,239.94
2101 - 32nd Street	3213.000	6	2,876,000	33,342,000 \$	456,121.90
1909 - 32nd Strret	3224.000	6	90,200	27,000 \$	1,191.97
1911 - 32nd Street	3222.000	6	70,200	14,000 \$	837.39
2001 - 32nd Strret	3221.000	6	68,400	\$	640.33

i) NEW PHASE IN 2006

3102 - 31st Avenue MIXED	1067.000	6	55,000	84,500 \$	1,305.93
Commonage Road - RECREATIONAL	1615.202	8	45,000	145,000 \$	580.92
4507 - 29th Street - WORSHIP	2402.000	1	82,500	49,200 \$	529.98
4310 - 45th Street - WORSHIP	2255.011	1	64,000	105,000 \$	729.83



THE CORPORATION OF THE CITY OF VERNON

2005 FINANCIAL RESULTS

REPORT ON MUNICIPAL SERVICES AND OPERATIONS

The City's Mission Statement is "To preserve and enhance our unique environment and lifestyle on behalf of the people of Vernon through the provision of dynamic and accountable leadership and effective municipal services".

The services provided by the City include:

- Legislative (adoption of bylaws; approval of development permits; adoption of corporate policies and procedures);
- Policing, including community policing;
- Fire protection;
- Emergency preparedness planning and co-ordination;
- Building approval and inspection;
- Bylaw enforcement;
- Planning and engineering services;
- Environmental protection services;
- Street, sidewalk and lane maintenance, construction and reconstruction;
- Boulevard and other landscape maintenance;
- Drainage system maintenance;
- Parking control and parkade operation;
- Street lighting;
- Traffic control;
- Cemetery operation;
- Public transit, including HandiDart, operation;
- Garbage and recycling services;
- Airport operation;
- Acting as collection authority for other taxing jurisdictions;
- Sanitary sewer collection system operation, maintenance and construction;
- Sanitary sewer treatment and disposal facility operation, maintenance and construction;
- Water system operation on behalf of Greater Vernon Services;
- Parks maintenance and operation on behalf of Greater Vernon Services;
- Recreation programs and facilities operation and maintenance on behalf of Greater Vernon Services

SUMMARY OF 2005 YEAR END FINANCIAL RESULTS

GENERAL REVENUE FUND

For the General Fund the 2005 financial results were much better than budgeted as revenues exceeded expectations and costs were less than anticipated. These results allowed for a transfer to reserves of almost \$ 3.1 million.

Operating revenues increased by \$ 2.6 million primarily as a result of increased development activity and additional grants from the Federal and Provincial Governments.

Operating expenditures of \$ 22.2 million were less than budget by almost \$.25 million. This is largely due to reduced policing costs. Due to unforeseen circumstances, the RCMP was well below the authorized manpower level for the majority of the year resulting in cost savings. The major item offsetting this saving was costs associated with meeting the requirements for new development.

Because of these operational surpluses, additional amounts were able to be set aside for future expenditures. \$580,000 has been set aside in a policing reserve to meet future contingencies and help fund the addition of 4 RCMP officers scheduled for 2006. \$ 1.0 million been set aside in reserve to meet the cost of future capital programs to address the infrastructure needs of the City. In addition, the \$297,000 received from the Federal government as part of the Gas tax rebate program has been set into reserve to provide funding for the upgrade of 48th Avenue in 2006.

Council has also set aside \$200,000 to meet future transit expansion costs and \$130,000 in a social, environmental, agricultural reserve.

SANITARY SEWER FUND

The Sanitary Sewer Fund operating expenses were more than budgeted. The budget for the new treatment plant was developed without any actual operating experience with the new facility and the actual process requirements were more onerous than had been anticipated, although a number of operational changes have been instituted to ensure that future operations will be more cost effective.

These costs were more than offset by reduced debt costs primarily because the interest rate on the new debt associated with the new treatment facility was substantially less than originally forecast.

SUMMARY

Overall the City is in a strong financial position to meet the identified needs for the next several years.

THE CORPORATION OF THE CITY OF VERNON
STATEMENT OF MANAGEMENT RESPONSIBILITY

The financial statements of the Corporation of the City of Vernon for the year ended December 31, 2005 have been prepared by management in accordance with Canadian generally accepted accounting principles consistently applied and appropriate in the circumstances. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized in the notes to the financial statements. The firm of BDO Dunwoody LLP has performed an independent audit of the financial statements in accordance with generally accepted auditing standards. The auditor's report outlines the scope of this independent audit and their opinion on the financial statements of the City of Vernon.

Management depends upon a system of internal accounting controls that provide reasonable assurance, on a cost-effective basis, that the financial information is reliable and accurate.

The Audit Committee of Council meets with the external auditors as required. The Audited Financial Statements have been approved by both the Audit Committee and Council.

The Finance Committee and the full Council meet with management to set the financial plan for the City and to review the financial results of operation.



Bernd H. Fehrmann
Manager Finance

THE CORPORATION OF THE CITY OF VERNON

2005 ANNUAL REPORT

GOALS AND OBJECTIVES

2005 GOALS AND OBJECTIVES

<u>Goal Description</u>	<u>Status at Dec. 31, 2005</u>	<u>Follow-up planned</u>
1. Electronic Records Management	Abandoned	Reconsider as 2007 budget item
2. Review OK Hills and Kristal Resort for environmental issues	Completed	N/A
3. Development of a pesticide use policy	Policy adopted in July	N/A
4. Initiate sale of reclaimed water	Bylaw passed in 2005	N/A
5. Provide funding for new Library Furnishings	Planned amount reserved	Final planned amount in 2006
6. Provide 3% of annual salary budget For training purposes	Met in 2005	N/A

<u>Goal Description</u>	<u>Status at Dec. 31. 2005</u>	<u>Follow-up planned</u>
7. Allocate 15% of tax revenue For capital works by 2006	Over 15% achieved in 2005	N/A
8. Establish a percentage of annual Revenues generated from User fees	Due to variable nature of development related fee revenue, it was determined to be not acceptable at this time	N/A
9. Establish additional user fees And charges	Extensive review of fees undertaken and fees & charges bylaw amended	Review will be ongoing
10. Initiate a hotel tax	Chamber of Commerce undertook a process to determine acceptability It was not accepted by businesses	To be reconsidered in the future
11. Lake access analysis & improvements	Report accepted by Council and work will commence in 2006	N/A
12. Reserves to be at 20% of defined operating costs	Detailed review undertaken as part of 2005 budget process and determined to be not feasible	N/A
13. Sub-regional growth strategy to be undertaken	Initiated Phase I of study in in 2006 through the Regional District	Working with Region on the plan

<u>Goal Description</u>	<u>Status at Dec. 31, 2005</u>	<u>Follow-up planned</u>
14. Expand downtown revitalization	Worked with DVA to obtain consensus from other downtown blocks – unsuccessful	N/A
15. Encourage higher end businesses in the downtown	Discussions held with DVA regarding marketing plan	Continue to work with DVA
16. Identify and construct new north entrance sign	Initiated through GVSC in 2006 with UBCM funding	N/A
17. Fine-tune and market Waterfront Plan	PD & E is reviewing plan based on development patterns	Budgeted for 2006
18. Community Arts Policy implementation	Policy adopted and implementation being worked on in 2006	Ongoing process
19. Purchase of additional green space	GVS has received referendum approval for funding purchases	N/A
20. Develop a landscape requirements Bylaw	Bylaw development initiated	To be presented to Council spring 2006
21. Develop parking lot beautification strategy and begin implementation	Strategy not yet developed	To be reconsidered for 2007

<u>Goal Description</u>	<u>Status at Dec. 31, 2005</u>	<u>Follow-up planned</u>
22. Waste Water Reclamation plant Landscaping improvements	Completed in conjunction with 25 Avenue improvements	N/A
23. Upgrade 25 Ave from 43 Street To Landing Plaza	Completed	N/A
24. Upgrade 25 Ave from 43 Street To 27 Avenue	Completed	N/A
25. Widen and improve 48 Avenue From 27 Street to PV Road	Minor works undertaken in 2005	To be completed 2006/2007
26. Widen Bella Vista Road in Conjunction with water project	Water project finished some paving left for 2006	To be completed spring 2006
27. Finalize contract agreement with City of Kelowna for Bio-solids site	Capital Agreement completed Operating agreement being negotiated	N/A Complete spring 2006
28. Construct and implement Bio-solids Composting site	Site purchased and work started	To be operational June 2006
29. Extend Middleton Way to 11 Ave	Unable to secure ROW or Coldstream assistance	Attain ROW and undertake preliminary design in order to construct in 2007
30. Have Province change legislation To allow for purchase agreement	Recommended legislative changes presented to	Under review by Council

<u>Goal Description</u>	<u>Status at Dec. 31, 2005</u>	<u>Follow-up planned</u>
for future ROW for Western Truck Route	Province	
31. Western Truck Route functional design	Not started	Under review by Council
32. Fire Division performance Measurement development	Tracking system purchased	Statistics being reported
33. Proactive joint Police/Fire Community Programming	With deletion of deputy position this project is abandoned	N/A
34. Universal domestic water metering	Majority of meters purchased however over 1,000 have not undertaken inspection	Letters being sent to who have not had inspection
35. Commence negotiation for spray irrigation to be a GVS function	Preliminary discussions held but not being implemented at this time	N/A

2006 GOALS AND OBJECTIVES RESTATED

2006 Strategic Objective

1. Annexation – Sarsons Road
2. Lake Access
3. Sub Regional Growth Strategy
4. Directional (Way Finding) Sign Program
5. North End Entrance
6. Waterfront Development Plan
7. Commonage Area Structure Plan
8. Parking Lot Beautification
9. Civic Precinct
10. Visual Arts

2006 Goal

- Consider Annexation
- Implement Recommendations
- Prepare Sub Regional Growth Strategy
- Directional Signage highlighting major destinations and tourist attractions
- Construction of appealing entrance
- Fine tune Waterfront Plan, develop funding strategy and market plan
- Complete area structure plan for recently annexed Commonage area and adopt bylaw
- Beautify one City parking lot
- Develop long range plan
- Solicit members for Committee, hire part-time assistant and implement Public Arts Policy

2006 Strategic Objective

11. 48th Avenue Improvements between 27th Street to Pleasant Valley Road
12. Bio-Solids Composting
13. Commonage Road
14. Storm Sewer Basin Studies
15. Cultural Centre
16. DND
17. Eastside Road Sewer Strategy & Associated Specified Areas
18. Permanent Sani-Dump
19. Assisted Housing

2006 Goal

- Construct section from 27th Street to 20th Street
- Design and build composting facility
- Complete Rose's Pond section of road
- Develop drainage plans for BX Creek and Vernon Creek basins
- Strategic plan and preliminary design for Fall referendum
- Negotiate with Canada Land Corporation to acquire DND Lands
- Complete construction fo Smith Creek line and implement specified area process for adjacent areas
- Construct permanent sani-dump
- Initiate Housing Needs Study and determine funding

THE CORPORATION OF THE CITY OF VERNON

2007 GOALS AND OBJECTIVES

2007 STRATEGIC OBJECTIVE	2007 GOAL
Review of Official Community Plan	Carry out context studies in Economic, Environmental and Social Sustainability leading to a Transportation Model and draft policies including; Social Housing Policy; Environmental Policy; and Agricultural Policy Provide significant public input opportunities Adopt revised plan in 2008
Address Community Public Safety concerns	Undertake Fire Protection Review study Finalize Regional Amonia/Chlorine Response Agreement Initiate pilot program of using private security personnel in public areas Increase bylaw enforcement officers to provide weekend/evening coverage
Improve Roads Infrastructure	25 Avenue improvements between 34 th & 41 st Street Complete intersection – 30 th Avenue/Bella Vista Road Construct Middleton Way – dependent on ROW acquisition funded, in part, from gas tax refund
Improve NORD/Coldstream relations	Continue work on Growth Management Study for completion in 2008
Improve Transit Service	Add one bus to the fleet and re-organize routing

THE CORPORATION OF THE CITY OF VERNON

SUBJECT: REPORTING OF REMUNERATION AND EXPENSES

In accordance with Section 168 of the Community Charter, below is a listing of remunerations and expenses paid to or on behalf of each member of Council for the year 2005.

<u>MEMBER</u>	<u>ANNUAL REMUNERATION</u>	<u>EXPENSE PAYMENTS</u>
Mayor Harvey	\$ 31,258	\$ 12,384
Mayor Lippert	\$ 3,349	
Councillor Baumbrough	\$ 1,080	
Councillor Beardsell	\$ 18,727	\$ 273
Councillor Cunningham	\$ 1,080	
Councillor Cochrane	\$ 18,727	\$ -
Councillor Gilroy	\$ 1,080	
Councillor Hall	\$ 17,647	\$ 1,466
Councillor MacGillivray	\$ 17,647	\$ 113
Councillor Nichol	\$ 18,727	\$ -
Councillor O'Keefe	\$ 17,647	\$ -

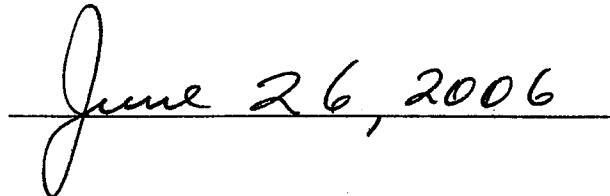
Approved by:


Treasurer

Approved by Council:


Mayor

Dated:


June 26, 2006

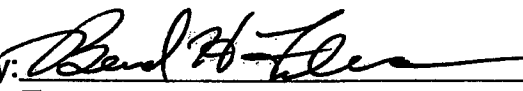
THE CORPORATION OF THE CITY OF VERNON


SCHEDULE OF SEVERANCE AGREEMENTS

In accordance with the requirements of the Financial Information Act below is schedule of Severance Agreements and equivalent's month range of compensation for the year 2005.

Number of Severance Agreements: 4

Range of equivalent's months pay: 1 to 11

Approved by:  Dated: May 16, 2006
Treasurer

Approved by Council:  Dated: June 27, 2006
Mayor

SCHEDULE OF GUARANTEES

There are NO guarantees in effect during the year 2005

Approved by:  Dated: May 16, 2006
Treasurer

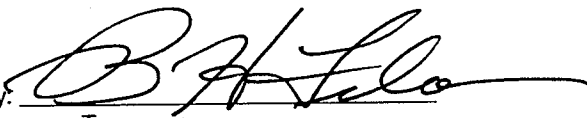
Approved by Council:  Dated: June 27, 2006
Mayor

City of Vernon

2005

SCHEDULE OF EMPLOYEE REMUNERATION OVER \$75,000 AND EXPENSES

Employee Name			Earnings	Expenses
1	BAILEY	M. J.	\$ 102,168.46	\$ 1,900.35
2	BIEBER	J.	\$ 79,650.15	\$ -
3	CAMPBELL	R. W.	\$ 222,373.78	\$ 13,187.26
4	DROPE	J.	\$ 76,759.28	\$ 9,168.27
5	ELLIOTT	G.L.	\$ 81,403.08	\$ -
6	EXNER	R.	\$ 75,476.67	\$ -
7	FEHRMANN	B. H.	\$ 90,576.79	\$ 6,353.42
8	FORSLUND	E.	\$ 80,128.18	\$ 504.79
9	GILROY	J.	\$ 76,178.32	\$ 808.82
10	GOUS	L.	\$ 104,526.15	\$ 9,444.62
11	HOLOWACHUK	L.	\$ 93,663.72	\$ 4,782.14
12	IKESAKA	W.	\$ 84,320.37	\$ 3,249.92
13	LANKTREE	K.	\$ 80,551.84	\$ 1,699.33
14	LYSHOLM	J.	\$ 87,978.91	\$ 4,213.04
15	OWENS	R.	\$ 78,036.01	\$ 1,753.71
16	PSHYK	P.	\$ 80,974.22	\$ -
			<hr/>	
			\$ 1,494,765.93	\$ 57,065.67
ALL OTHER EMPLOYEES			\$ 9,991,519.94	\$ 118,112.27
OVERALL TOTAL			<u>\$11,486,285.87</u>	<u>\$ 175,177.94</u>

Approved by: 
Treasurer

Dated: May 21, 2006

Approved by Council: 

Dated: Jun 27, 2006

C CORPORATION OF THE CITY OF VERNON
FD Paid Report



AP5070

Date : Jan 26, 2006

Page : 1

Time : 1:35 pm

Supplier Code From : 00
 To : PT00000117

Categories From : 35 - Paper Products Supplier
 To : U - Unknown

Sequence : By Name Date Range From : 01-Jan-2005
 Suppress
 Printing for To : 31-Dec-2005
 under \$: 25000.00

Supplier Code	Name	Total
23	592422 ALBERTA LTD	80,037.60
1125	647810 BC LTD	64,543.61
1113	ACCU-PRINT VERNON LTD	27,982.66
103	ACRES ENTERPRISES LTD	71,429.75
151	AMERICAN FABRICATORS	37,288.43
1302	ANACHEMIA CANADA INC	74,942.60
133	ANDREW SHERET LIMITED	29,250.00
167	AUTODESK INC	49,940.08
1122	B & B CONCRETE	198,531.03
1841	BANK OF MONTREAL	721,848.20
143	BANNISTER CHEV-GEO-OLDS INC	28,114.42
1650	BC ASSESSMENT AUTHORITY	407,425.19
1143	BC BUILDINGS CORPORATION	47,085.25
183	BC HYDRO	77,431.02
173	BC HYDRO & POWER AUTHORITY	1,267,078.57
1407	BC HYDRO MATERIALS MANAGEMENT	25,868.32
14	BC TRANSIT	566,335.00
18	BEACHCOMBER BAY	59,329.65
1615	BEAR PAW EARTHWORKS LT D	27,856.91
1879	BELL WEST INC	25,865.14
18	BLACK PRESS GROUP LTD	85,796.38
1955	BLUERIDGE LANDSCAPING & MAINTENANCE LTD	149,609.77
1588	BOSTON PIZZA INTERNATIONAL	28,048.61
123	BRENNTAG CANADA INC	274,068.28
18	BWP CONSULTING INC	41,012.15
1319	C.G.L. CONTRACTING	433,075.88
103	CAPRI INSURANCE	187,388.00
15	CARO ENVIRONMENTAL SERVICES	34,308.16
1954	CEI ARCHITECTURE PLANNING INTERIORS	67,028.04
1971	CENTURY 21 EXECUTIVE REALTY "IN TRUST"	75,000.00
112	CHAPMAN MECHANICAL LTD	898,371.73
1642	CIBC	235,241.01
1473	CISCO SYSTEMS CAPITAL CANADA CO	69,059.73
14	CITY OF KELOWNA	316,968.88
16	CITY OF VERNON	7,208,880.06
1000	CITY OF VERNON - M/C PROGRAM	567,358.01
177	CORPORATE EXPRESS	40,833.10
16	COUNTRY SPRINGS ESTATE S LTD	56,673.27
1877	CREATIVE TRANSPORTATION SOLUTIONS	27,959.10
199	DALZIEL CONTRACTING	77,746.20
19	DANNBURG	25,322.48
1955	DISTRICT OF COLDSTREAM	853,208.76
1265	DORR-OLIVER EIMCO	50,394.90
13	DOWNTOWN VERNON ASSOC.	287,577.00
16	DUAL DIVISION OF MET-PRO CORP	61,266.00
1500	EAGLE ROCK AGGREGATES	315,616.51
19	EARTH TECH CANADA INC	42,198.20
12	EBA ENGINEERING CONSULTANTS LTD	40,169.89
195	ECONOWISE OFFICE FURNISHINGS LTD	86,332.88
1870	EDDIE'S BLACKTOP MAINTENANCE	25,871.66
17	EDMUND LEE consultant	27,781.50
1825	EMCO CORPORATION	54,306.38

CORPORATION OF THE CITY OF VERNON
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AP5070

Page : 2

Date : Jan 26, 2006

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Supplier Code From : 00

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Supplier Code From : 35 - Paper Products Supplier

To : U - Unknown

Sequence : By Name

Date Range From : 01-Jan-2005

Suppress
 Printing for

To : 31-Dec-2005

under \$: 25000.00

Supplier Code	Name	Total
178	EXCEL METAL FAB	27,646.61
175	FARRER ENTERPRISES LTD	26,393.70
135	FERMCO RENTAL & SALES LTD	51,200.04
102	FIRST CANADIAN TITLE INSURANCE COMPANY	53,000.00
124	FIRST IMPRESSION CLEANING	37,089.15
180	FLETCHER & COMPANY MUNICIPAL CONSULTING INC	237,220.29
7	FLETCHER PAINE ASSOCIATES ENGINEERING LTD	39,957.23
17	FRED SURRIDGE LTD	46,468.03
192	GARDNER DENVER	57,452.74
107	GENIER JOHN P	25,259.25
27	GEORGE'S GRADALL SERVICE LTD	37,179.83
555	GREAT-WEST LIFE INSURANCE COMPANY	371,835.18
168	GREATER VERNON WATER UTILITY	3,526,130.95
101	GREEN VELVET LAWN & TREE CARE	93,843.12
354	H & M EXCAVATING LTD	92,296.70
320	HAYTER CONSTRUCTION LTD	33,330.50
108	HI-TECH ENVIRONMENTAL	75,421.52
58	HMC SERVICES INC	26,066.15
100	HOME BUILDING CENTRE - VERNON	26,970.00
20	HORIZON TREE SERVICE LTD	38,679.62
7	ICBC	36,245.00
185	ITT FLYGT	32,529.57
190	JOHN MEUNIER INC	36,045.37
51	JOHN S. MAGUIRE "IN TRUST"	573,636.13
520	JOHN S. MAGUIRE BARRISTER & SOLICITOR	36,699.39
550	JOHNSON'S COMMUNICATIONS LTD	25,131.00
9	JUDI KORBIN INC	26,166.37
8	JUST INDUSTRIES LTD	109,814.10
375	KAL TIRE LTD	26,922.71
910	KERR WOOD LEIDAL ASSOCIATES LIMITED	89,663.64
0	KIMCO CONTROLS LTD	52,519.83
693	KLEARWATER EQUIPMENT TECHNOLOGIES CORP	215,625.13
614	KLYM ANDY	26,199.44
6	KNIGHT'S VACUUM SERVICES LTD	65,314.83
301	KOMLINE-SANDERSON LIMITED	60,264.50
046	KPC COATINGS GROUP LTD	108,701.36
0	LAWRENCE ENTERPRISES LTD	1,235,618.72
7	LEKO PRE CAST LTD	55,888.20
621	LRM CONTRACTING LTD	253,031.46
400	MACAULAY & CO HOLDINGS	65,485.08
61	MAPLE DISPOSAL INC	30,217.53
192	MAPLE REINDERS INC	128,491.59
897	MARJAK SERVICES LTD	66,982.46
61	MCASPALT WESTERN LIMITED	59,757.57
000	MEDICAL SERVICES PLAN OF BC	183,312.00
25	MICROSERVE V8205	123,412.26
61	MICROSERVE FINANCIAL SOLUTIONS	56,813.45
31	MINISTER OF FINANCE	9,759,228.64
525	MINISTER OF FINANCE	353,444.08
67	MOHR RON	40,031.78
21	MORFCO SUPPLIES LTD	27,736.43
377	MOUNCE CONSTRUCTION LTD	38,173.59

II CORPORATION OF THE CITY OF VERNON
Γ Paid Report



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Page : 3

Date : Jan 26, 2006

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Sequence : By Name Date Range From : 01-Jan-2005
 Suppress To : 31-Dec-2005
 Printing for
 under \$: 25000.00

Categories From : 35 - Paper Products Supplier
 To : U - Unknown

Supplier Code	Name	Total
2	MUNICIPAL FINANCIAL AUTHORITY	63,325.35
04	MUNICIPAL INSURANCE ASSOC. OF BC	274,357.09
85	MUNICIPAL PENSION PLAN	1,384,773.19
5	MURDY & McALLISTER BARRISTERS & SOLICITORS	153,453.52
5	NORPAC CONTROLS LTD	33,924.12
49	NORTH OKANAGAN COLUMBIA-SHUSWAP REGIONAL	621,555.00
4	NORTH OKANAGAN PUMPING SERVICE	67,479.03
11	O.K. ENVIRONMENTAL WASTE SYSTEMS	797,514.13
26	OKANAGAN AGGREGATES LTD	1,117,722.17
23	OKANAGAN HILLS DEVELOPMENT CORP.	294,583.12
4	OKANAGAN LANDING FIREFIGHTERS ASSOC.	200,600.00
33	OKANAGAN REGIONAL LIBRARY	1,070,002.38
199	OKANAGAN TRAFFIC CONTROL PROFESSIONALS	50,224.50
7	OKANAGAN TRUCK & CAR WASH	30,960.00
6	PETERS BROS. CONSTRUCTION LTD	92,676.98
179	PETRO-CANADA	415,654.82
7	PHOENIX FIBERGLAS INC	25,774.26
2	POSTAGE ON CALL	28,000.00
131	PRECISION CLEANERS	50,236.50
157	PREDATOR RIDGE DEVELOPMENTS LTD	294,115.74
31	PREMIUM CANADA	47,177.09
157	QUALITY CHAIN LINK FENCING	44,873.66
379	QUANTUM CONSULTING GROUP LTD	128,879.70
76	R.C. POWER & ASSOCIATES	48,350.37
31	R.E.POSTILL & SONS LTD	169,937.99
391	R.L. WALKER CONTRACTING LTD	43,027.92
31	RAINBOW REFRIGERATION LTD	30,078.47
31	RAMBOW MECHANICAL LTD	47,493.02
735	RECEIVER GENERAL FOR CANADA	4,373,630.42
310	REGIONAL DISTRICT OF NORTH OKANAGAN	17,864,852.98
31	REGIONAL HOSPITAL DISTRICT - N. OKANAGAN	218,958.00
763	REVENUE CANADA - TAXATION	3,213,548.03
325	ROYAL BANK OF CANADA	28,435.93
4	S.J. PASECHNIK & SON (1997) LTD	281,503.08
3	SHATZKO ENGINEERING LTD	71,642.39
305	SIERRA LANDSCAPING LTD	274,647.04
30	SMITH-CAMERON INDUSTRIAL INC	37,861.30
5	SPECIAL T CLEANING	103,341.39
218	STANTEC CONSULTING LTD	337,907.88
251	SUMMIT ENVIRONMENTAL CONSULTANTS LTD	41,305.83
7	SUN VALLEY MALL	25,464.92
604	SWAN LAKE CHRYSLER DODGE JEEP.	62,507.52
944	SWIFT CONSTRUCTION LTD	104,880.00
3	T.R.'S TRUCKING LTD	37,732.49
8	TELUS COMMUNICATIONS (BC) INC	59,196.39
132	TELUS MOBILITY CELLULAR INC	37,977.42
6	TELUS SERVICES INC	70,925.45
7	TEMPEST DEVELOPMENT GROUP	130,949.80
807	TERASEN GAS INC	174,226.64
700	TERASEN GAS INC	209,631.89
1	TERASEN UTILITY SERVICES	43,350.73
127	TERASEN WATERWORKS	244,844.13

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Date : Jan 26, 2006

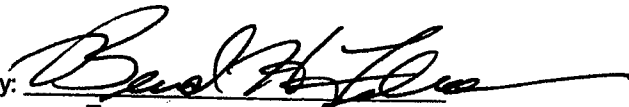
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under \$: 25000.00

Supplier Code	Name	Total
0	TOWN & COUNTRY TREE SERVICE	42,331.88
8	TRAFICO (CANADA)	97,093.82
4	TRIAHN ENTERPRISES LTD	273,686.20
9	TRINE INVESTMENTS LTD	31,297.35
0	TROJAN TECHNOLOGIES INC	112,029.00
2	TROTTER & MORTON CONSTRUCTORS LTD	748,900.88
1	UMA ENGINEERING LTD	42,854.27
6	UMA ENGINEERING LTD	92,020.00
0	UNITED LOCK-BLOCK LTD	26,612.05
6	VADIM MANAGEMENT GROUP LTD	39,410.45
9	VALLEYVIEW CONTRACTING	32,675.92
5	VERNON CIVIC EMPLOYEES UNION	127,320.22
0	VERNON FIREFIGHTERS ASSOCIATION	31,730.50
0	VERNON LINE PAINTING LTD	91,561.81
5	VERNON PAVING LTD	28,056.11
1	VERNON REGIONAL AIRPORT	390,361.92
1	WALKER PROCESS EQUIPMENT	25,395.00
0	WALTHERS GM	33,883.17
2	WEST WIN HOLDINGS LTD	90,647.71
3	WILLIAM J. DI PASQUALE P.ENG	56,947.38
1	WINSTON HILL DEVELOPMENTS	391,658.43
0	WOLSELEY WATERWORKS GROUP	36,806.48
0	WORKERS' COMPENSATION BOARD	119,344.64
Total Suppliers Equal and Over (25,000.00)		74,193,896.73
Other Suppliers Under (25,000.00)		3,811,817.05

Total Of Printed Suppliers : 78,005,713.78

Approved by: 
Treasurer

Dated: May 16, 2006

Approved by Council: 

Dated: June 27, 2006


THE CORPORATION OF THE CITY OF VERNON

SUBJECT: REPORTING OF REMUNERATION AND EXPENSES

In accordance with Section 6 (2) (a) of the Financial Information Act, below is a listing of remunerations and expenses paid to or on behalf of each member of Council for the year 2005.

<u>MEMBER</u>	<u>ANNUAL REMUNERATION</u>	<u>EXPENSE PAYMENTS</u>
Mayor Harvey	\$ 31,258	\$ 12,384
Mayor Lippert	\$ 3,349	
Councillor Baumbrough	\$ 1,080	
Councillor Beardsell	\$ 18,727	\$ 273
Councillor Cunningham	\$ 1,080	
Councillor Cochrane	\$ 18,727	\$ -
Councillor Gilroy	\$ 1,080	
Councillor Hall	\$ 17,647	\$ 1,466
Councillor MacGillivray	\$ 17,647	\$ 113
Councillor Nichol	\$ 18,727	\$ -
Councillor O'Keefe	\$ 17,647	\$ -

Approved by:


Treasurer

Approved by Council:


Mayor

Dated:

June 26, 2006

