

2022 ANNUAL REPORT

June 2023



WELCOME TO THE BEAUTIFUL



UL CITY OF WEST KELOWNA

City of West Kelowna

*Incorporated by Order of British Columbia's Lieutenant Governor in Council
December 6, 2007.*

*In 2022, the City of West Kelowna celebrated 15 years of incorporation.
Thank you to everyone who has worked together with us over the past
15 years to help build a strong and caring community.*

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ABOUT THE CITY OF WEST KELOWNA

The beautiful City of West Kelowna is a vibrant and growing community of nearly 39,000 people where everyone is welcome. With the stunning vistas, parks and trails, orchards, wine and ale trails, recreational amenities and so much more, West Kelowna is truly the place to be.

Situated in the traditional territory of the syilx/Okanagan People, on the central, western hillsides of Okanagan Lake, West Kelowna is a rapidly growing city while respecting our rural sophistication.

Recognized for our outstanding outdoors, our active community can be seen by paddleboarding or kayaking along the shores of Okanagan Lake, mountain biking on best-in-class trails, and hiking and snowshoeing through centuries old pine forests.

Visiting West Kelowna's award-winning wineries and local shops and indulging in local produce at farms and farmers markets, cafes and artisan studios make West Kelowna a memorable community to live, work and play.

West Kelowna recognized the significant achievements of the outgoing 2018 – 2022 Council and, in November 2022, welcomed a new Council who continued to build on the previous strategic priorities with a renewed focus on infrastructure, pursuing economic growth and prosperity, strengthening the community and fostering safety and well-being. Priority projects remained paramount such as continued construction of the Rose Valley Water Treatment Plant, accelerating long overdue road upgrades, expanding active transportation projects, investments in drainage and other infrastructure, recreation and program improvements across the City.

The City also maintains many amenities to enjoy, which includes more than 130 athletic fields, beaches, boat launches, parks, sports courts, and trails, two arenas, an air-supported multi-sport facility, a newly expanded skateboard park, an indoor aquatic centre and four community centres.

West Kelowna is experiencing unprecedented growth and balancing increased demands while keeping taxes low remains important to the success of short and long-term financial strategies. The City's vision, mission and focus areas reflect the ongoing efforts to achieve this balance underpinned by continual input from the West Kelowna community.



MESSAGE FROM THE MAYOR



On behalf of Council, we thank our incredible West Kelowna community for their continued participation in making West Kelowna truly the place to be.

With many ongoing community-building projects set out in the previous Council term, our current 2022 – 2026 Council recognized that continuing to advance priorities and including new priorities within the four key strategic pillars remained both important and relevant. Following the Inauguration in November 2022, our Council began to set the vision, mission and strategic priorities that continue to position West Kelowna for success.

As we reflect back on the accomplishments in 2022, we remain grateful to our community for meaningful participation along the way. It's our honour to hear from everyone across our beautiful City and we value the continued dialogue that helps inform our priorities.

In early 2022, we began with seeking community input into our annual budget, five-year financial plan and our strategic priorities. Community input shapes investments in long overdue infrastructure, continued growth of our economy, strengthening our community and fostering safety and the well-being of our citizens. We remained on solid financial ground as we continued to keep 2022 taxes low while balancing the increased needs of our community.

Our advocacy and positive partnerships with the provincial government have resulted in greater priority awareness and action for improvements along Highway 97, a redundant power supply, supportive and transition housing, increased grant funding and more. Council remains vigilant in our advocacy for long overdue and very necessary investments for our 15-year young City.

We also made significant construction progress with the Rose Valley Water Treatment Plant despite ongoing supply chain and construction industry challenges. We moved forward with the significant phase of transmission main construction – a major milestone in order to provide clean, safe and reliable drinking water in 2023. We invested in major road and active transportation upgrades, facility designs, continued construction of the City Hall/Library Building, significant advancements of our Official Community Plan update and many others across the city. Music in the Park, the December Light Up and other community events also continue to grow for everyone of all ages to enjoy.

On behalf of our West Kelowna Council and staff, we sincerely thank you for being an outstanding community to serve and we look forward to a continued bright future.

Sincerely,

[Signed in the final copy]

Mayor Gord Milsom



2018 - 2022 COUNCIL



Rick de Jong
Councillor



Doug Findlater
Councillor



Jason Friesen
Councillor



Stephen Johnston
Councillor



Carol Zanon
Councillor



Jayson Zilkie
Councillor



2022 - 2026 COUNCIL



Tasha Da Silva
Councillor



Rick de Jong
Councillor



Jason Friesen
Councillor



Stephen Johnston
Councillor



Garrett Millsap
Councillor



Carol Zanon
Councillor



2022

A LOOK BACK AT OUR CITY'S ACCOMPLISHMENTS

In 2022, we made significant progress in investing in our community, connecting people to places, and enhancing our neighbourhoods to support our active community.

What's inside

On the following pages you will find our 2022 Year In Review, which highlights the City's accomplishments from January through October 31, 2022. It features how we invested in infrastructure and delivered programs and services, guided by Council's Strategic Priorities.

At the end of our Annual Report, you will find the 2022 Annual Financial Statements, which provide a comprehensive report on the delivery of services and projects guided by Council's Strategic Priorities and the City's capital and operating initiatives.

We invite you to review our accomplishments and learn more about how we're investing in West Kelowna's roads, parks, sidewalks and water utilities and infrastructure. See the progress to date on providing clean and reliable drinking water and learn about the expanded economic opportunities that contribute toward community prosperity. We also engaged people throughout our city in community plans and special projects and worked diligently to keep our community safe.

It is a privilege to serve our community and we look forward building a brighter future in the beautiful City of West Kelowna.

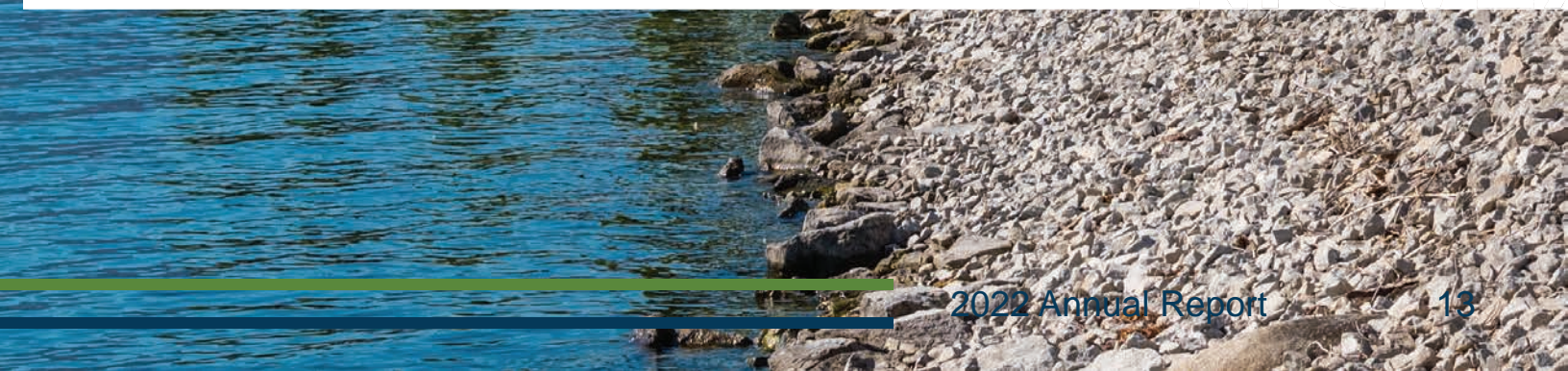


2022

YEAR IN REVIEW

***INVESTING IN A VIBRANT
AND RESILIENT COMMUNITY***

YEAR IN



COUNCIL'S 2022 STRATEGIC PRIORITIES



**INVEST IN
INFRASTRUCTURE**



**ECONOMIC GROWTH
AND PROSPERITY**



**STRENGTHEN
OUR COMMUNITY**



**FOSTER SAFETY
AND WELL-BEING**

THANK YOU 2018 - 2022 COUNCIL

We thank the 2018 - 2022 West Kelowna City Council for moving our resilient and vibrant West Kelowna community forward.

Over the 2018 - 2022 Council Term, the first ever community vision was established, we advanced strategic planning of major plans, delivered the largest infrastructure investment program to date, and experienced record-breaking development, however, there is still much to do.

Special thanks to former Mayor and Councillor Doug Findlater and Councillor Jayson Zilkie for their leadership and support during a pivotal time of record growth and investment.



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We acknowledge the City of West Kelowna is gathered on the traditional territory of the syilx/Okanagan Peoples.



INVESTING IN A VIBRANT AND RESILIENT COMMUNITY

Our Year In Review highlights the City of West Kelowna's 2022 accomplishments as we continue to invest in a vibrant and resilient community and deliver programs, services and infrastructure guided by Council's Strategic Priorities.

Delivering on our priorities

The Rose Valley Water Treatment Plant is the single largest construction project the City has undertaken. The final phase of construction is underway with the installation of critical water transmission mains in the Sunnyside and West Kelowna Estates neighbourhoods. The plant is scheduled to be complete in 2023, prior to the summer peak demand.

Infrastructure improvements are helping connect our neighbourhoods, schools and employment hubs. For example, the addition of a roundabout, sidewalks and bike lanes at the Shannon Lake-Bartley-Stevens Roads intersection improved traffic flow and safety for drivers, cyclists and pedestrians.

Many of our City parks experienced a makeover with the replacement of playground equipment, enhanced landscaping and accessibility upgrades to keep our community active.

YEAR IN



Shannon Lake-Bartley-Stevens Roads roundabout

The City's first Housing Needs Assessment study was completed, which provides an update on the future of housing for our growing community. This study provides the City with meaningful local data to support the development of our first Housing Strategy, starting in 2023.

Streamlining development applications for minor variances was granted by Council to help accelerate approvals and create efficiencies following the amendments to the Province of BC's Bill 26.

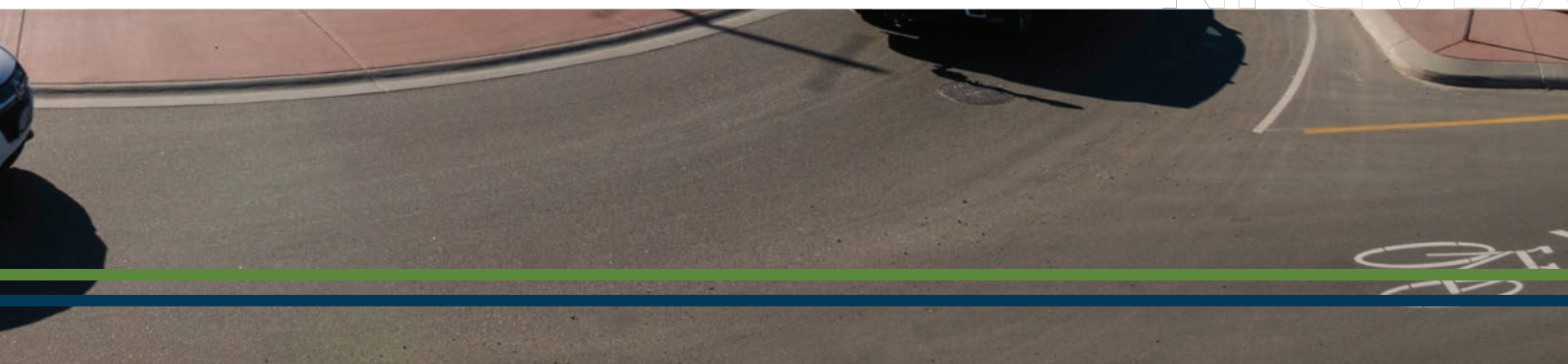
We engaged the community on major planning priorities, such as the Official Community Plan, Transportation Master Plan, Development Cost Charges Bylaw Update and the facility plan for the restoration of Mt. Boucherie Community Centre. In 2023, residents and community stakeholders will be invited to share their continued feedback on these plans and initiatives to support decision-making in our community in the short and long term.

Progress was made to address public safety and ongoing operations and administrative needs of West Kelowna Fire Rescue (WKFR) by advancing the design of Fire Hall #32 and establishing Fire House #30 as a central location for WKFR administration. Fifty FireSmart grants were also awarded to residents of West Kelowna and Westbank First Nation for wildfire mitigation efforts and the Sunview neighbourhood was recognized for its wildfire prevention efforts.

Construction of the City Hall/Library Building continues and, once complete in 2023, it will be a significant addition to Westbank Centre, providing an economic catalyst and greater civic services to the area.

A new Council was inaugurated for the 2022-2026 City of West Kelowna Council term, on the cusp of the City's 15th anniversary of incorporation, on Dec. 6, 2022.

YEAR IN



2022 YEAR IN REVIEW

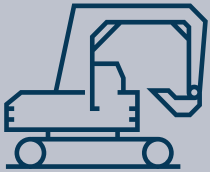


INVEST IN INFRASTRUCTURE



\$19.5

million invested in
Rose Valley Water
Treatment Plant



35

active or completed
infrastructure projects



9.4

lane kms of new
sidewalks and bike
lanes



15.1

lane kms of roads
resurfaced



1

new roundabout

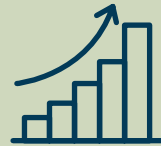


ECONOMIC GROWTH AND PROSPERITY



\$202

million in
construction value



7%

increase in
construction value
over 2021



692

building
permits issued



1,912

active businesses



611

new business
licences

All statistics are calculated from Jan. 1 - Oct. 31, 2022.

BY THE NUMBERS



STRENGTHEN OUR COMMUNITY



62%

increase in online participation through OurWK.ca



6.8K

visits to our online engagement platform



5,000

fans attended Music in the Park



21.5K

recreational program participants



291

recreational programs offered



FOSTER SAFETY AND WELL-BEING



17

wildfires actioned and/or supported



6

wildfire mitigation projects active or completed



400

new urban trees planted



7,503

calls for service to West Kelowna RCMP



50

FireSmart grants awarded to residents of West Kelowna and WFN

INVEST IN INFRASTRUCTURE

- BUILDING A NEW WATER TREATMENT PLANT
- STEVENS-BARTLEY-SHANNON LAKE ROUNDABOUT, BIKE LANES
- SIDEWALK NETWORK EXPANSION
- ENHANCING OUR PARKS
- DESIGN FIRE HALL #32 AND PREPARATION OF FIRE HOUSE #30

Investments to build a vibrant and resilient community

We are continuing to invest in our rapidly growing community to connect people to places and support critical infrastructure improvements to our water system, active transportation networks, parks and public safety.

Rose Valley Water Treatment Plant

The last stage of construction of the Rose Valley Water Treatment Plant (RVWTP) began this year with the installation of underground water transmission mains. When watermain construction is complete in 2023, nearly four kilometres of critical infrastructure will connect residents on the West Kelowna Estates and Sunnyside/Pritchard water systems to the new Rose Valley Water Service Area.

Testing and commissioning of the system are in the final stages of connecting homes to the new plant. As we get closer, we will provide residents with information on what to expect during the connection to the new water supply.

Improving commutes and active transportation

Getting around West Kelowna is now easier with the addition of a roundabout at the Shannon Lake-Bartley-Stevens intersection. As part of this project, we added over two kilometres of bike lanes, sidewalks and street lights. By improving pedestrian and cycling access on Shannon Lake and Stevens Roads, we've provided a key connection to the West Kelowna Business Park – a major employment hub and transit corridor.



The City's Capital Works Crew was busy completing sidewalk connections on Shannon Ridge Drive and Shannon Way to expand the active transportation network in West Kelowna. Upgrades included 600 metres of sidewalks, street lighting, crosswalks and storm water improvements.

West Kelowna's road network is inspected each year and roads are prioritized for repair. The 2022 Road Rehabilitation Program improved 7.6 lane kilometres of roadways to keep our roads in tip top shape.

Design plans are also underway to address transportation upgrades to the Old Okanagan/Butt Road intersection.



**INVEST IN
INFRASTRUCTURE**

Upgrading parks across the city

Investing in our City parks supports an active community, fosters connection and enhances our neighbourhoods. By the end of the year, we will have completed improvements on 12 parks across the city. This includes the replacement of playground equipment, upgraded irrigation, enhanced landscaping and more. Beechnut Park and Casa Loma Dock Park received accessibility upgrades including paved pathways and accessible picnic areas.

Strengthening West Kelowna Fire Rescue

We made progress to address public safety and ongoing operations and administrative needs of West Kelowna Fire Rescue (WKFR) by advancing the design of the long overdue replacement of Fire Hall #32 and establishing Fire House #30 as the central location for WKFR administration.

HIGHLIGHTS



750 metre paved multi-use pathway on Whitworth Road provides a separated path to Pebble Beach and Goats Peak Trail.



The new Capital Works Crew completed 11 projects throughout the City to improve drainage and added sidewalks and crosswalks.



2.5 kilometres of new mains: sewer, storm sewer and water.



ECONOMIC GROWTH AND PROSPERITY

- DEVELOPMENT COST CHARGES SUPPORTS INFRASTRUCTURE
- CREATING EFFICIENCIES IN APPROVALS
- ECONOMIC DEVELOPMENT AND TOURISM

Expand our economy, create efficiencies and contribute to community prosperity

New construction in West Kelowna continues to be strong in 2022 following a record-breaking year. With growth comes the demand for infrastructure that serves our community. Costs to service areas with roads and sidewalks, drainage, sanitary sewer, water and parkland are, in part, funded by Development Cost Charges (DCCs). Council approved the update to the DCC Bylaw, which aligns with our neighbouring municipalities and reflects actual costs, such as inflation and land, to ensure growth contributes effectively to modern and sustainable infrastructure.

Improving permit processes

Following the changes from the Province of BC's Bill 26 to support timely approval processes, Council delegated the review and approvals of minor development permit variances to staff to create efficiencies following the adoption of the City's revised Zoning Bylaw. Minor variances include regulation of signs, off-street parking and zoning bylaws related to dimensions of buildings and permitted uses. Council also expanded delegation of development permits and strata conversions to further streamline approval processes.

Economic development for our community

An Economic Development Corporation governance model review is underway as we expand opportunities to proactively seek opportunities with partners and business stakeholders throughout the region to grow West Kelowna's economy.



Business development contributes to the resilience of West Kelowna and the well-being of our City through job creation and economic diversity. We have also improved our business licensing processing to increase efficiencies and service levels.



ECONOMIC GROWTH AND PROSPERITY

The Federation of Canadian Municipalities and Union of BC Municipalities conferences reconvened in-person in 2022. These ministerial meetings and sessions gave Council the opportunity to discuss the challenges we face as a community and work toward solutions. Our participation ensures our voices are heard as we advocate to receive critical investments from the federal and provincial governments.

Tourism and local business

For all who love to adventure in our beautiful outdoors, Visit Westside published the 2022-2023 Visitor Guide with tips on where to eat, play and stay. Promotions for the Westside Farm Loop showcased our agricultural roots and gave locals and visitors another opportunity to experience the Westside. Banners, signage and maps helped to support our local agricultural farms, wineries, Ale Trail, orchards and more.

Mayor Gord Milsom returned to his in-person annual State of the City address in the spring, hosted by the Greater Westside Board of Trade. The annual address highlighted our growing community, Council's Strategic Priorities, the Official Community Plan, Transportation Master Plan and our continued support for local businesses.

HIGHLIGHTS

West Kelowna is the fourth largest city by population in the Okanagan, growing 17.3 per cent between the 2016 and 2021 census (Stats Canada).



We became supporting partners in the BC Ale Trail Passport Program.



Construction of new neighbourhoods, Upper Smith Creek and Goats Peak, are well underway.



STRENGTHEN OUR COMMUNITY

- PLAN OUR FUTURE TOGETHER
- EXPAND COMMUNITY SPACES
- STRENGTHENING OUR COMMUNITY PARTNERSHIPS
- CELEBRATE CULTURE AND HERITAGE

Engage people of all ages and backgrounds in programs, services and our long term plans.

Departments across the City were busy engaging with members of the community to help shape and inform our future plans. Engaged communities are vibrant and healthy communities. Thank you to everyone who participated and provided feedback for consideration as we grow.

Shaping West Kelowna's future

By collaborating with the community on the Official Community Plan (OCP) and Transportation Master Plan (TMP) Updates, we are building our future together.

During the OCP Update, residents and stakeholders had an opportunity to share their ideas and comment on policies to guide the City's housing, business, infrastructure, and parks decisions for the next 20 years.

During the TMP Update, the community participated by identifying transportation challenges and opportunities for how our community will walk, cycle, drive and take transit through the city over the next 20 years.

Together, these two plans will help create the community's vision of a vibrant, walkable and connected West Kelowna. Watch for continued engagement opportunities in 2023.

The first phase of engagement was completed for the restoration of Mt. Boucherie Community Centre (MBCC). Public feedback on the concept facility plan and programming for MBCC will be finalized in 2023. Once restoration efforts are complete, the facility will be returned to the community to celebrate its 50th anniversary!



Our online engagement platform, OurWK.ca, continued to see increased participation with 6,800 visitors to our major planning projects such as the OCP and TMP, 2022 Budget and Council's Strategic Priorities.



**STRENGTHEN
OUR COMMUNITY**

Celebrating culture and recreation

Collaboration with our good neighbours, Westbank First Nation, continues as we introduce cultural elements connected to the City Hall/Library Building. We also promote local tourism through Visit Westside our City-run tourism program in partnership with Westbank First Nation. We are continuing to strengthen our relationship by sharing our strategic priorities and exploring new ways to work together to benefit all communities across the Greater Westside.

In 2022, we saw more than 21,000 participants in our recreation programs, including after-school care, summer camps, registered programs and more. Due to demand, we extended our popular outdoor Park Play Day program by one month.

We also celebrated summer on a high note. Our free Music in the Park concert series returned to the beautiful setting of Annette Beaudreau Amphitheatre at Memorial Park. Thanks to event organizer Creative Okanagan and to music fans for taking part, supporting sponsors and artists and adding to the vibrancy of our community.

HIGHLIGHTS



40 additional recreational programs offered in 2022 including sportball programs both multi-sport and soccer and an additional day of Dome Play Days.



Nearly 5,000 fans attended our Music in the Park summer concert series.



We reached more than 11,000 followers across our social media channels (Facebook, Twitter and Instagram) and visits to our online engagement platform grew 62 per cent with more 6,800 visits this year.



Collaborated to establish Julia's Junction Inclusive Play Space, for design and build of a park for all abilities in Westbank Centre Park.



YEAR IN

Annette Beaudreau
Amphitheatre at Memorial Park

FOSTER SAFETY AND WELL-BEING

- CONTINUED RELIABLE SERVICES
- FIRE RESCUE
- POLICE SERVICES

Create a safe and healthy community and ensure service continuity for all residents

Everyone needs a place to call home. We are working with partners and advancing initiatives aimed at expanding the supportive and other housing needs of West Kelowna's residents, and addressing the market housing spectrum through the Housing Needs Assessment. Once complete, this will provide local data to support the development of the City's first Housing Strategy starting in 2023.

Council continues to advocate with the Province of BC and BC Hydro to more rapidly address power redundancy for 60,000 residents on the Greater Westside.

The City's Community Support Officer position was extended to the end of the year to help build relationships with service providers and people experiencing homelessness. This liaison role closely connects support services that are available in West Kelowna.

The City is taking steps to be a Bear Smart Community by undertaking a bear Hazard Assessment lead by WildSafe BC.

Information Services staff continued to reduce the City's carbon footprint by further transitioning from paper work flows into the virtual realm. Staff also completed training to improve the City's response to cybersecurity risks.

YEAR IN



Advancing Fire response and prevention

In August, West Kelowna Fire Rescue and City staff collaborated to implement an Extreme Heat Plan as we experienced hot, dry conditions in our region. We opened cooling stations and shared information to help keep our community safe as temperatures rose.

West Kelowna Fire Rescue and the Casa Loma neighbourhood worked together to improve emergency preparedness and response. A new evacuation plan contains several recommendations and includes key maps, which emergency officials can distribute in advance to residents, to show muster points and road, pedestrian and cycling egress routes and other critical response factors.

After a two-year hiatus, FireSmart Family Day returned in 2022! We were happy to see people of all ages learn how to help protect our community from wildfires. Residents met with members of West Kelowna Fire Rescue, BC Wildfire, Sparky the Fire Dog and Ember the Fox to find out how to prepare for a fire and learn more about grants available.



**FOSTER SAFETY
AND WELL-BEING**

HIGHLIGHTS



Our fourth annual Urban ReLeaf Program added 400 trees, plus an additional 40 trees through park improvements, to green our city, improve our air quality and take action against climate change.

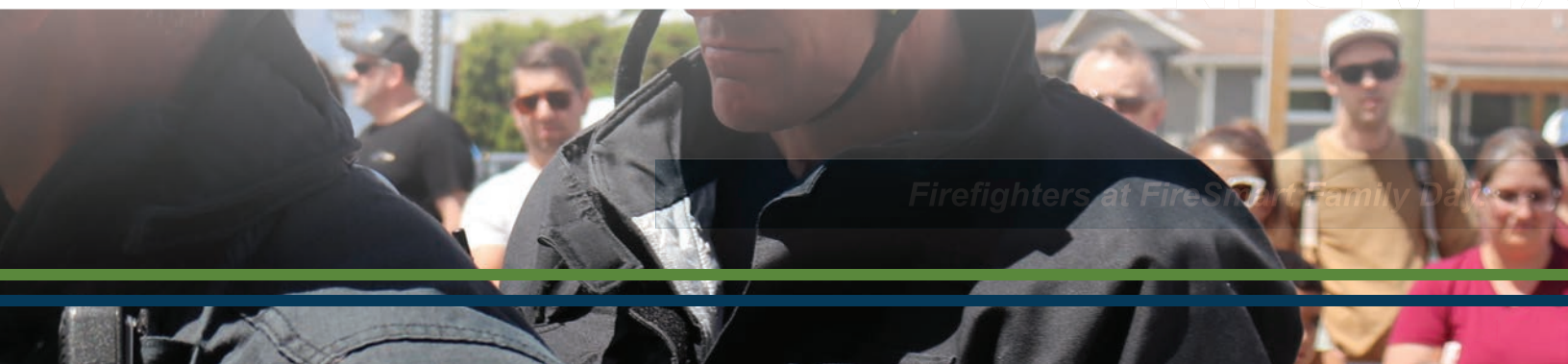


Over 1,000 residents attended FireSmart Family Day to learn how to protect their home from wildfires.



A utility-wide Cross Connection Control/Backflow Prevention Program was launched to protect public health by reducing the risk of contaminants in the public water supply.

YEAR IN



POLICE SERVICES AT A GLANCE

Keeping our community safe and reducing crime



ROAD SAFETY

Road Safety

- Conduct proactive patrols
- Issue Immediate Roadside Prohibitions, Traffic Violation Tickets and Driving Suspensions
- Attend Motor Vehicle Incidents and provide roadside assistance

Community Safety Unit

- Team comprised of four RCMP members
- Innovative projects and partnerships result in arrests, recovery of stolen items and narcotics and weapons seizures
- Community priorities focus on prolific offenders, business thefts, and traffic initiatives

COMMUNITY POLICING PROGRAM





VIOLENCE IN
RELATIONSHIPS

Violence in Relationships

- Respond to and thoroughly investigate verbal and physical calls
- Contact Ministry of Children and Families in cases involving children and make referrals to Victim Services
- Work collaboratively with community resources and high risk clients

Greater Westside Hub

- West Kelowna, Westbank First Nation and Peachland partnership
- Helps front line staff from public safety, health, and social services to identify vulnerable people in the community
- Collaboratively connects vulnerable people to services before they experience trauma

School Resource Officer

- Works in 13 Greater Westside schools
- Teaches about drug and cyber-bullying prevention, Internet (and other safety and healthy relationships) and works with schools to address drug use, fighting, and vandalism
- Facilitates Lunch with the Law and Prevent Alcohol and Risk Related Trauma in Youth (PARTY) Programs



WELCOME 2022 - 2026 COUNCIL

Welcome 2022 - 2026 Council Members!

West Kelowna welcomes incoming Councillors Da Silva and Millsap, along with returning Mayor Milsom, and Councillors Johnston, de Jong, Friesen and Zanon. Setting Council's Strategic Priorities and budget deliberations are underway so please watch for continued engagement opportunities on the drafts in-progress beginning in early 2023. We remain grateful to the community who participate in shaping the future of our beautiful City of West Kelowna.



Left to right: Councillors Tasha Da Silva, Stephen Johnston, Mayor Gord Milsom, and Councillors Rick de Jong, Jason Friesen and Garrett Millsap. Absent: Councillor Carol Zanon.



City of West Kelowna
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**THANKS TO OUR COMMUNITY FOR WORKING WITH US TO MAKE
WEST KELOWNA THE PLACE TO BE!**



YEAR IN

CONNECTING WITH OUR COMMUNITY

As a young city, we are planning for the future while taking care of today. We're investing in infrastructure, our economic growth and prosperity, strengthening our community and fostering safety and well-being. As each initiative within Council's four Strategic Priority pillars is planned and implemented, we'll be working closely with stakeholders and the public so issues and opportunities are included at every step of the way.

From updating our Official Community Plan to capital project consultations, we're aligning our operational plan communication and consultations to better coordinate and enhance our service levels. Your opinion matters and we want to hear from you!

We need your involvement to help make West Kelowna one of the most desirable places to live, work and play. Have your say and please stay connected with us.



Phone

778-797-1000



Engage

OurWK.ca



Email

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Subscribe

westkelownacity.ca/subscribe



Website

westkelownacity.ca



Service request

westkelownacity.ca/servicerequest



FINANCIAL SECTION

FINANCIAL SERVICES HIGHLIGHTS

Each year, the City invites the public to provide input into the annual budget and five-year financial plan early in the year. For 2022, a four per cent increase was approved, including a one percent infrastructure levy, to continue to invest in active transportation projects and meet the needs of our growing community.

The City has offset revenue losses and additional costs through the COVID-19 Safe ReStart Grant from the Province of BC. Projected remaining allocations include \$827,117 for 2022 and projected to use the final \$2 million in 2023.

The value for taxes are directly attributed to the delivery of programs, services and other strategic priority projects of Council based on community input, including providing other supports such as the grant in aid program for non-profit organizations. The City remains on solid financial ground with continued high community growth and investments that truly make West Kelowna the place to be.

Council carefully considers funding requests from not-for-profit groups that provide valuable social and community services to West Kelowna. In 2022, Council approved cash and non-cash Grants in Aid totaling \$122,495 to not-for-profit groups that serve our community.

2022 GRANTS

City Council and staff are grateful to all who have invested in our community during the first 15 years of incorporation and to everyone who continues to partner with us to make West Kelowna truly the place to be.

Grant funding assists in improving, urbanizing, and extending the City's vast infrastructure and delivering high-quality programs and services, keeping our community safe, connected, and resilient. The grants also help reduce reliance on the municipal portion of property taxes to fund such projects and initiatives.

We thank the Government of Canada and Province of British Columbia and their ministries, agencies, and partnership organizations for the following investments in our community in 2022:

Program	Investment	Funding
Canada Community-Building Fund	Road Rehabilitation and Pedestrian Improvement Program	\$1,495,090.52
Canada Community Revitalization Fund	Parks Improvement Projects – Beechnut, Paula, Pritchard, and Shetler	\$416,250.00
Local Government Climate Action Program	Various climate actions	\$189,082.00
Community Resiliency Investment Program	FireSmart Community Support	\$149,616.42
SPARC BC – Homelessness Community Action Grants	Portable shower/washroom building	\$50,000.00
Destination BC – Indigenous Learning and Projects Program	Familiarization tour of Indigenous visitor destinations on the Westside	\$1,500.00
Total grant funding		\$2,301,538.94





2022 GRANTS IN AID

Cash grants	
Air Cadet League of Canada 909 Peregrine Sponsoring Committee	\$ 2,000
Canadian Red Cross, West Kelowna Health Equipment Loan Program (HELP)	\$ 15,000
Central Okanagan Bursary & Scholarship Society	\$ 1,000
Gellatly Bay Trails & Parks	\$ 2,000
Girl Guides (non Anders Hall)	\$ 2,000
Kelowna AquaJets Swim Club (aka Liquid Lightning Swim Club)	\$ 15,000
Kelowna Rowing Club	\$ 1,500
Okanagan Boys and Girls Clubs - Youth Justice Program	\$ 5,000
Therapeutic Lake Cruises Society	\$ 1,500
West Kelowna Community Policing Society	\$ 7,000
West Kelowna Firefighters Association	\$ 4,000
West Kelowna Trail Crew Society	\$ 2,200
West Kelowna Yacht Club	\$ 7,000
West Kelowna Youth Ambassador Program	\$ 3,500
Westside Celebration Society	\$ 25,000
Westside Health Network Society	\$ 14,000
Total cash grants	\$107,700
Non-cash grants	
First Lakeview Scouts (Lions Hall)	\$ 5,500
Girl Guides (Anders Hall)	\$ 3,275
Lakeview Heights Thursday Neters' AA Group	\$ 3,120
Royal Canadian Legion	\$ 2,900
Total non-cash grants	\$ 14,795
Total Requested	\$ 122,495

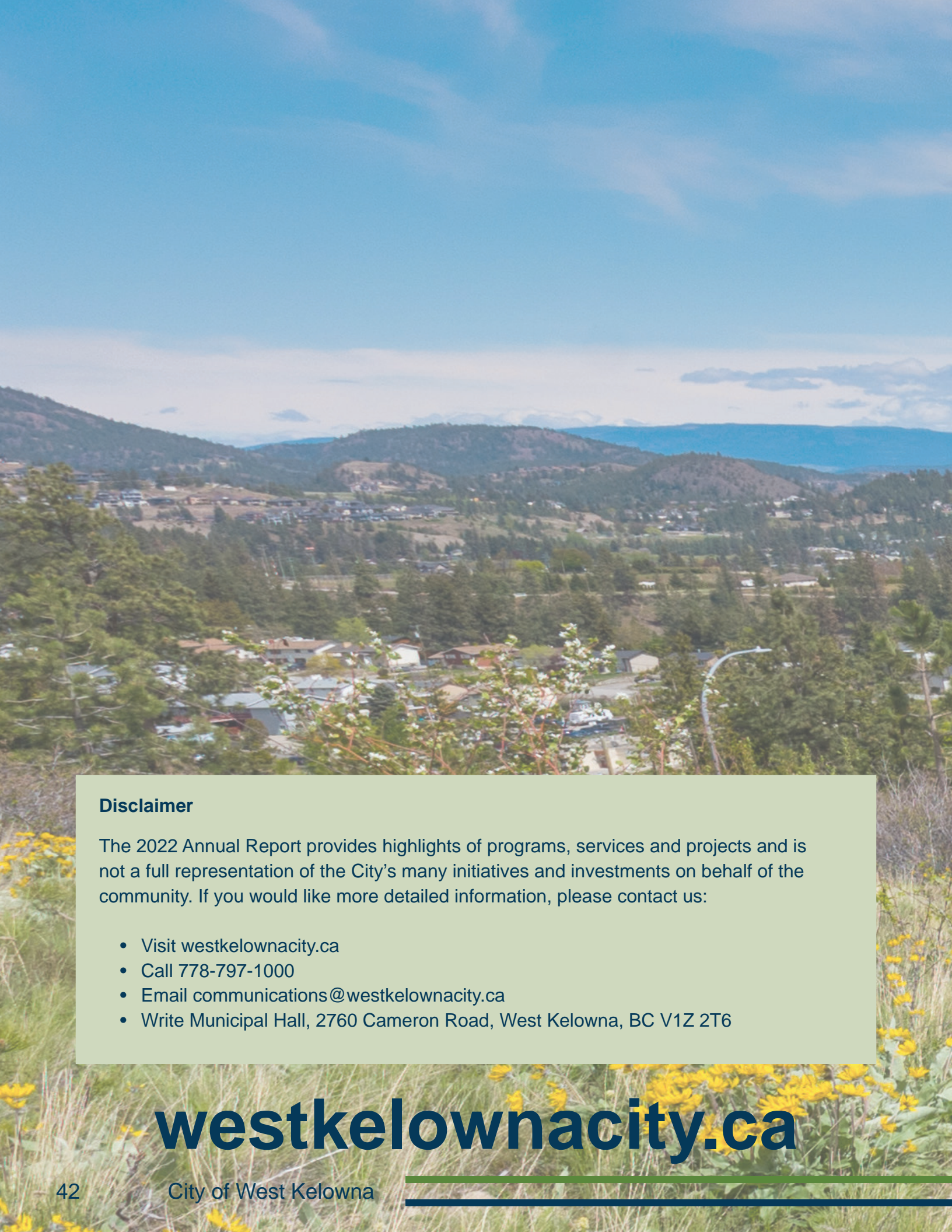
In the event of a discrepancy, the official list will prevail. For a copy of the official list, email info@westkelownacity.ca.

2022 PERMISSIVE TAX EXEMPTIONS

Buildings for Public Worship and/or Private Schools	
Trustees of Westbank United Church	\$ 1,354.21
Synod of the Diocese of Kootenay (St. George's Anglican Church)	\$ 3,184.27
Trustees of Westbank Bible Chapel	\$ 1,361.50
Redeemer Lutheran Church of Westbank	\$ 1,396.15
Our Lady of Lourdes Catholic Church	\$ 6,516.46
The Trustees of the Congregation of the Highway Gospel Hall	\$ 1,726.06
The B.C. Conference of the Mennonite Brethren Churches (Sunridge Community Church)	\$ 11,138.32
Lakeview Heights Baptist Church	\$ 3,847.80
Grace Lutheran Church of Westbank	\$ 5,030.13
Christian and Missionary Alliance-Can (Westside Alliance Church)	\$ 3,193.46
Glenrosa Congregation of Jehovah's Witnesses	\$ 4,398.72
Powers Creek Community Church	\$ 1,927.14
Seventh Day Adventist Church	\$ 6,270.58
Pentecostal Assembly of Canada (Emmanuel Assembly)	\$ 1,871.17
Not-for-profit Organizations	
Green Bay Bible Camp	\$ 89,787.57
Central Okanagan Community Foodbank Society	\$ 8,950.83
Morning Star Bible Camp	\$ 32,998.44
Central Okanagan School District #23 (Leased by Okanagan Boys and Girls Club)	\$ 33,049.92
Pathways Abilities Society	\$ 6,216.86
City of West Kelowna leased by Greater Westside Board of Trade (Chamber of Commerce)	\$ 3,843.81
Municipal Property - Community Charter s.224.2(d)	
Nature Trust of BC (Park Leased by the City of West Kelowna)	\$ 2,008.85
Westbank First Nation	\$ 62.93
Totals	\$ 230,135.18

In the event of a discrepancy, the official list will prevail. For a copy of the official list, email info@westkelownacity.ca.





Disclaimer

The 2022 Annual Report provides highlights of programs, services and projects and is not a full representation of the City's many initiatives and investments on behalf of the community. If you would like more detailed information, please contact us:

- Visit westkelownacity.ca
- Call 778-797-1000
- Email communications@westkelownacity.ca
- Write Municipal Hall, 2760 Cameron Road, West Kelowna, BC V1Z 2T6

westkelownacity.ca

2022 AUDITED FINANCIAL STATEMENTS





2022 Financial Statements

And Independent Auditor's Report thereon

Fiscal Year Ending December 31, 2022

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**City of West Kelowna
December 31, 2022**

Management's Responsibility for Financial Reporting

The Council of the City of West Kelowna has delegated the responsibility for the integrity and objectivity of the financial information contained in the financial statements to the management of the City of West Kelowna. The financial statements which, in part, are based on informed judgments and estimates, have been prepared by management in accordance with Canadian public sector accounting standards, which have been applied on a basis consistent with that of the preceding year.

To assist in carrying out their responsibility, management maintains an accounting system and internal controls to provide reasonable assurance that transactions are executed and recorded in accordance with authorization, and that financial records are reliable for preparation of financial statements.

Mayor and Council oversee management's responsibilities for the financial reporting and internal control systems. Council annually reviews and approves the financial statements.

The City of West Kelowna's independent auditors, BDO Canada LLP, are engaged to express an opinion as to whether these financial statements present fairly the City's financial position, financial activities and cashflows in accordance with Canadian public sector accounting standards. Their opinion is based on procedures they consider sufficient to support such an opinion in accordance with Canadian generally accepted auditing standards.

The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and in accordance with Canadian public sector accounting standards.

Warren Everton, CPA, CMA
Chief Financial Officer
May 9th, 2023

Independent Auditor's Report

To the Mayor and Council of The City of West Kelowna

Opinion

We have audited the financial statements of the City of West Kelowna (the "City"), which comprise the statement of financial position as at December 31, 2022, and the statement of operations and accumulated surplus, the statement of changes in net financial assets (debt) and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2022, and its results of operations, its change in net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of Schedule 4 of the financial statements.

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

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

In preparing the financial statements, management is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants
Kelowna, British Columbia
May 9, 2023

City of West Kelowna**Statement of financial position****December 31, 2022, with comparative information for 2021**

	2022	2021
Financial assets		
Cash and cash equivalents (Note 3)	\$ 60,158,050	\$ 63,581,033
Accounts receivable (Note 4)	<u>26,809,329</u>	<u>20,753,267</u>
	<u>86,967,379</u>	<u>84,334,300</u>
Liabilities		
Accounts payable and accrued liabilities (Note 5)	17,440,543	13,357,029
Security deposits	16,282,929	12,800,404
Deferred revenue (Note 6)	5,282,731	13,596,463
Deferred development cost charges (Note 7)	15,782,777	19,989,460
Equipment debt (Note 8)	22,515,342	4,346,461
Long-term debt (Note 9)	<u>10,073,283</u>	<u>12,150,805</u>
	<u>87,377,605</u>	<u>76,240,622</u>
Net financial assets (debt)	<u>(410,226)</u>	<u>8,093,678</u>
Non-financial assets		
Prepaid expenses and inventory	1,629,194	2,445,152
Tangible capital assets and work in progress (Note 10)	<u>444,298,367</u>	<u>400,821,854</u>
	<u>445,927,561</u>	<u>403,267,006</u>
Accumulated surplus (Schedule 2)	<u>\$ 445,517,335</u>	<u>\$ 411,360,684</u>

Contingent liabilities and commitments (Notes 14 and 15)

Warren Everton, CPA, CMA
Chief Financial Officer

Gord Milsom
Mayor, City of West Kelowna

City of West Kelowna**Statement of operations and accumulated surplus****Year ended December 31, 2022, with comparative information for 2021**

	2022	2022 Budget (Note 17)	2021
<hr/>			
Revenue			
Taxation - net (Note 11)	\$ 40,183,082	\$ 40,096,297	\$ 38,033,529
Sales of service and regulatory fees	28,033,956	26,285,206	27,067,227
Government transfers (Note 12)	25,810,851	44,180,795	9,520,677
Other (Note 13)	13,640,872	58,720,514	9,109,976
Total revenues	<u>107,668,761</u>	<u>169,282,812</u>	<u>83,731,409</u>
Expenses (Schedule 3)			
General government services	17,520,441	17,461,609	17,357,900
Protective services	19,078,112	18,924,074	17,401,094
Transportation services	6,748,334	6,144,358	5,722,473
Environmental & health development services	5,160,361	4,984,222	4,724,494
Recreation and cultural services	9,226,920	8,985,528	8,533,594
Water services	9,095,875	9,235,463	8,482,213
Sewer services	6,328,030	6,589,262	6,232,033
Storm drainage	354,037	484,907	317,469
Total expenses	<u>73,512,110</u>	<u>72,809,423</u>	<u>68,771,270</u>
Annual surplus	34,156,651	96,473,389	14,960,139
Accumulated surplus, beginning of year	411,360,684	411,360,684	396,400,545
Accumulated surplus, end of year	<u>\$ 445,517,335</u>	<u>\$ 507,834,073</u>	<u>\$ 411,360,684</u>

City of West Kelowna**Statement of changes in net financial assets (debt)****Year ended December 31, 2022, with comparative information for 2021**

	2022	2022 Budget (Note 17)	2021
Annual surplus	\$ 34,156,651	\$ 96,473,389	\$ 14,960,139
Acquisition of tangible capital assets and work in progress	(56,180,024)	(141,743,412)	(28,646,380)
Amortization of tangible capital assets	12,562,803	12,562,803	12,695,805
Loss on disposal of tangible capital assets	140,708	-	478,162
Net change in prepaid expenses and inventory	815,958	-	(1,489,182)
 Increase (decrease) in net financial assets	 (8,503,904)	 (32,707,220)	 (2,001,456)
 Net financial assets, beginning of year	 8,093,678	 8,093,678	 10,095,134
Net financial assets (debt), end of year	\$ (410,226)	\$ (24,613,542)	\$ 8,093,678

City of West Kelowna

Statement of cash flows

Year ended December 31, 2022, with comparative information for 2021

	2022	2021
Cash provided by (used for)		
Operating activities		
Annual surplus	\$ 34,156,651	\$ 14,960,139
Adjustment for non cash items		
Amortization of tangible capital assets	12,562,803	12,695,805
Actuarial adjustment on debt	(613,774)	(681,281)
Loss on disposal of tangible capital assets	140,708	478,162
(Increase) decrease in		
Accounts receivable	(6,056,062)	(1,975,143)
Prepaid expenses and inventory	815,958	(1,489,182)
Increase (decrease) in		
Accounts payable and accrued liabilities	4,083,514	(2,173,908)
Security deposits	3,482,524	3,043,027
Deferred development cost charges	(4,206,683)	564,402
Deferred revenue	(8,313,732)	(1,098,007)
	<u>36,051,907</u>	<u>24,324,014</u>
Financing activities		
Proceeds from debt	18,469,192	3,972,803
Repayment of debt	(1,764,058)	(1,610,594)
	<u>16,705,134</u>	<u>2,362,209</u>
Capital activities		
Acquisition of tangible capital assets and work in progress	(56,180,024)	(28,646,380)
Decrease in cash and cash equivalents	<u>(3,422,983)</u>	<u>(1,960,157)</u>
Cash and cash equivalents, beginning of year	<u>63,581,033</u>	<u>65,541,190</u>
Cash and cash equivalents, end of year	<u>\$ 60,158,050</u>	<u>\$ 63,581,033</u>
Supplementary cash flow information		
Interest paid	\$ 912,998	\$ 703,238

City of West Kelowna

Notes to the financial statements

December 31, 2022

1. Nature of operations

The City of West Kelowna ("the City") is a local government situated in the province of British Columbia, Canada. The City is subject to the laws and regulations of the provincial statutes of the *Community Charter*, the *Local Government Act*. West Kelowna was officially incorporated as Westside District Municipality on December 6, 2007. In 2008, the name was changed to District of West Kelowna. On June 26, 2015, West Kelowna was reclassified from District to Municipality. At that time, the City had become British Columbia's 51st city. The City provides community services to its taxpayers and is responsible for creating and maintaining an infrastructure to serve a population in excess of the full time residents.

2. Summary of significant accounting policies

The following is a summary of the City's significant accounting policies:

a) Segregation of Operations

The City's resources and operations are segregated into General, Water, Sewer, Storm Drainage, Statutory Reserve and Non-statutory Reserve Funds for accounting and financial reporting purposes. The financial statements include all of the accounts of these funds. All interfund transactions and balances have been eliminated within the financial statements.

b) Basis of accounting

The financial statements are prepared using the accrual basis of accounting and are the responsibility of and prepared by management in accordance with Canadian public sector accounting standards ("PSAS"). The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

c) Cash and cash equivalents

Management classifies all term deposits and highly liquid investments that are cashable on demand as cash equivalents.

City of West Kelowna

Notes to the financial statements

December 31, 2022

2. Summary of significant accounting policies (continued)

d) Tangible capital assets

Tangible capital assets are initially recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. The City does not capitalize interest associated with the acquisition or construction of tangible capital assets. The cost, less residual value, of the tangible capital assets, excluding land, is amortized on a straight-line basis over their estimated useful lives as follows:

Asset class	Estimated useful life
Buildings	25-50 years
Building improvements	5-30 years
Computer	3-25 years
Infrastructure	3-20 years
Machinery	10-20 years
Office furniture and equipment	10-25 years
Roads	40 years
Sewer infrastructure	20-100 years
Sidewalks	50 years
Small tools and equipment	5-25 years
Solid waste carts	25 years
Storm drains	10-50 years
Vehicles	10-20 years
Water infrastructure	15-100 years

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and are also recorded as revenue.

The City has numerous works of art located throughout the City which are not reflected in these financial statements due to the subjectivity as to their value.

Tangible capital assets constructed and contributed by developers are recorded at their fair value and are capitalized into tangible capital assets and reflected in the statement of operations and accumulated surplus as revenue.

e) Work in progress

Work in progress represents capital projects under construction but not yet completed and are recorded at cost. Work in progress is not amortized. Amortization of these assets will commence when the asset is put into service.

f) Prepaid expenses and inventory

Prepaid expenses consist of amounts paid related to future years' expenses. Inventory consists of supplies held for construction use and are recorded at lower of cost or replacement cost.

City of West Kelowna
Notes to the financial statements
December 31, 2022

2. Summary of significant accounting policies (continued)

g) Employee future benefits

The City and its employees make contributions to the Municipal Pension Plan. As this plan is a multi-employer plan, the City's contributions are expensed as incurred.

Sick leave and other retirement benefits are also available to the City's employees. The ALGEU Collective Agreement allows for the accumulation of sick leave to a maximum of 100 days, it is expensed in the year it is accumulated. Earned sick leave vests after 10 years of employment and is paid to a maximum of 50 days. Accrued earned sick leave and vacation pay is included in wages and payroll liabilities

h) Deferred development cost charges ("DCC's")

Pursuant to the provisions of the Local Government Act, DCC's are held for the purpose for which the charges have been imposed. When the related costs are incurred, the DCC's are recognized as revenue. Because these funds are restricted in nature they are shown as a liability.

i) Debt

Outstanding debt is reported net of applicable sinking fund balances.

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

j) Municipal Finance Authority debt reserve deposits

The City issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund. The City also executes demand notes in connection with each debenture whereby the City may be required to loan certain amounts to the Municipal Finance Authority. These amounts are contingent in nature and are not reflected in these accounts. The details of the cash deposits and demand notes at year end are as follows:

	Demand notes	Cash deposits	2022	2021
General Fund	\$ 350,582	\$ 174,501	\$ 525,083	\$ 521,270
Water Funds	11,423	5,950	17,373	17,243
Sewer Fund	275,527	153,352	428,879	530,759
	<u>\$ 637,532</u>	<u>\$ 333,803</u>	<u>\$ 971,335</u>	<u>\$ 1,069,272</u>

k) Reserve funds

Non-statutory reserves represent an appropriation of surplus for specific purposes. Reserves for future expenses represent funds that are 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. Statutory reserves have been established by bylaw in accordance with the *Community Charter* and their use is restricted by legislation.

City of West Kelowna

Notes to the financial statements

December 31, 2022

2. Summary of significant accounting policies (continued)

l) Revenue recognition

Taxation revenues are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. Sale of services and regulatory fees are recognized when the service or product is provided by the City. Government transfers are recognized as revenue in the period that the transfer is authorized, eligibility criteria or stipulations, if any, have been met by the City, and a reasonable estimate of the amount to be received can be made. Other revenue from own services is recorded as it is earned and measurable. Amounts that have been received in advance of services being rendered are recorded as deferred revenue until the City discharges the obligation that led to the collection of funds.

m) Budget figures

The budget figures are from the City's 10-Year Financial Plan Bylaw, adopted before May 15th of each year. Subsequent amendments have been authorized by Council to reflect changes in the budget as required by law. Such amendments are not reflected in the financial statement budget figures (Note 17).

n) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts, and disclosure of, assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Areas requiring the use of management estimates relate to the determination of payroll liabilities, the existence and measurement of any contingent liabilities and tangible capital asset estimated useful life and related amortization expense. Actual results could differ from management's best estimates as additional information becomes available. Adjustments, if any, will be reflected in the financial statements in the period that the change in estimate is made, as well as the period of settlement if the amount is different.

o) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the City is directly responsible and accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

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

City of West Kelowna
Notes to the financial statements
December 31, 2022

2. Summary of significant accounting policies (continued)

p) Segmented disclosure

A segment is defined as distinguishable activity of group of activities of a government for which it is appropriate to separately report financial information to achieve the objectives of the standard. The City has provided definitions of segments as well as presented financial information in segmented format in Note 16 and Schedule 3.

3. Financial assets - Cash and cash equivalents

Cash and cash equivalents held by the City include cash with an average interest rate of 2.70% (2021 - 1.02%).

4. Financial assets - Accounts receivable

	2022	2021
Property taxes	\$ 3,640,119	\$ 2,911,626
Federal government	1,418,739	953,597
Provincial government	10,408,503	4,663,308
Other governments	43,811	865
Sewer	4,647,025	5,120,934
Utilities	5,119,142	6,396,959
Other	1,531,990	705,978
	<u>\$ 26,809,329</u>	<u>\$ 20,753,267</u>

5. Liabilities - Accounts payable and accrued liabilities

	2022	2021
Trade	\$ 7,419,540	\$ 4,439,869
Wages and payroll	3,713,796	3,788,992
Accrued liabilities	715,654	708,207
Other governments	5,531,621	4,231,078
Other	59,932	188,883
	<u>\$ 17,440,543</u>	<u>\$ 13,357,029</u>

City of West Kelowna

Notes to the financial statements

December 31, 2022

6. Liabilities - Deferred revenue

	2022	2021
Property taxes	\$ 4,099,633	\$ 4,017,386
Recreation program fees	277,254	175,591
Cemetery perpetual care fund	216,331	189,951
Utility fees	252,837	325,258
Other	436,676	8,888,277
	<u>\$ 5,282,731</u>	<u>\$ 13,596,463</u>

As at December 31, 2021, other deferred revenue included \$8,604,823 from the provincial government in respect of the City's 2018-2022 water infrastructure project, that was all recognized in 2022.

7. Liabilities - Deferred development cost charges ("DCC's")

	2022	2021
Balance, beginning of year	\$ 19,989,460	\$ 19,425,058
Contributions from developers	1,651,079	3,576,568
Interest on investments	475,737	229,339
Bylaw expenditures (Note 13)	(6,333,499)	(3,241,505)
Balance, end of year	<u>\$ 15,782,777</u>	<u>\$ 19,989,460</u>

DCC's are comprised of the following:

	2022	2021
Roads	\$ 3,744,592	\$ 8,631,930
Water	8,187,139	8,224,121
Parks	3,671,607	2,993,171
Sewer	108,319	95,809
Storm Sewer	71,120	44,429
	<u>\$ 15,782,777</u>	<u>\$ 19,989,460</u>

8. Liabilities - Short Term & Equipment debt

	Current interest rate (%)	Year of Maturity	Balance, beginning of year	Additions	Sinking fund payments	Actuarial adjustment	Balance, end of year
Short Term Debt							
MFA loan #0001-0	4.51	2025	\$ 247,435	\$ -	\$ 73,047	\$ -	\$ 174,388
MFA loan #0002-01	4.51	2026	883,618	-	182,721	-	700,897
MFA loan #0002-01	4.51	2026	142,873	-	29,544	-	113,329
MFA loan #0002-01	4.51	2026	72,535	-	14,999	-	57,536
MFA loan #0003-00	4.51	2027	-	714,374	-	-	714,374
MFA loan #0003-00	4.51	2027	-	1,154,818	-	-	1,154,818
MFA Bylaw #289	4.77	2026	3,000,000	12,000,000	-	-	15,000,000
MFA Bylaw #290	4.77	2027	-	4,600,000	-	-	4,600,000
			<u>\$ 4,346,461</u>	<u>\$ 18,469,192</u>	<u>\$ 300,311</u>	<u>-</u>	<u>\$ 22,515,342</u>

City of West Kelowna

Notes to the financial statements

December 31, 2022

8. Liabilities - Short Term & Equipment debt (continued)

Interest is charged on a daily floating rate basis and compounded monthly. Interest paid during the year was \$316,444 (2021 - \$19,275).

Estimated principal payments on short term debt, excluding Bylaws 289 and 290, for the duration of the term are as follows:

	2023	2024	2025	2026	2027
\$	616,742	\$ 647,331	\$ 632,759	\$ 597,534	\$ 420,976

Bylaws 289 and 290 are temporary interim borrowing loans (up to 5 year term) with interest only payments. When the interim period is complete, they will transfer into long-term debt with annual interest and principle repayments.

The maximum borrowing for each bylaw is as follows:

Bylaw 289 - Rose Valley Temporary Borrowing Agreement	\$23,500,000
Bylaw 290 - City Hall Temporary Borrowing Agreement	\$11,000,000

9. Liabilities - Long-term debt

	Current interest rate (%)	Year of Maturity	Balance, beginning of year	Additions	Sinking fund payments	Actuarial adjustment	Balance, end of year
General fund							
MFA issue #95	1.80	2025	\$ 864,842	\$ -	\$ 134,007	\$ 72,714	\$ 658,121
MFA issue #105	4.90	2029	4,092,488	-	277,414	166,735	3,648,339
			<u>4,957,330</u>	<u>-</u>	<u>411,421</u>	<u>239,449</u>	<u>4,306,460</u>
Water funds							
MFA issue #101	4.52	2027	94,503	-	8,228	6,019	80,256
MFA issue #103	4.65	2028	62,070	-	4,720	3,138	54,212
Province of BC	4.95	2027	4,164,105	-	675,813	-	3,488,292
			<u>4,320,678</u>	<u>-</u>	<u>688,761</u>	<u>9,157</u>	<u>3,622,760</u>
Sewer fund							
MFA issue #77	3.05	2022	146,346	-	57,913	88,433	-
MFA issue #79	2.10	2023	292,386	-	59,266	83,363	149,756
MFA issue #85	2.00	2024	208,058	-	28,795	37,203	142,060
MFA issue #85	2.00	2024	13,110	-	1,815	2,344	8,951
MFA issue #95	1.80	2025	242,598	-	37,591	20,397	184,610
MFA issue #95	4.43	2027	6,433	-	660	528	5,245
MFA issue #99	4.43	2027	423,666	-	43,433	34,787	345,446
MFA issue #101	4.52	2027	1,001,729	-	87,212	63,811	850,706
MFA issue #101	4.52	2027	234,636	-	20,428	14,947	199,261
MFA issue #101	4.52	2027	303,835	-	26,452	19,355	258,028
			<u>2,872,797</u>	<u>-</u>	<u>363,565</u>	<u>365,168</u>	<u>2,144,063</u>
Total long-term debt			<u>\$ 12,150,805</u>	<u>\$ -</u>	<u>\$ 1,463,747</u>	<u>\$ 613,774</u>	<u>\$ 10,073,283</u>

City of West Kelowna
Notes to the financial statements
December 31, 2022

9. Liabilities - Long-term debt (continued)

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

	2023	2024	2025	2026	2027
General Fund	\$ 411,421	\$ 411,421	\$ 411,421	\$ 277,414	\$ 277,414
Water Funds	724,771	760,553	798,139	837,619	441,679
Sewer Fund	<u>337,375</u>	<u>278,110</u>	<u>247,501</u>	<u>209,910</u>	<u>165,817</u>
	<u>\$ 1,473,567</u>	<u>\$ 1,450,084</u>	<u>\$ 1,457,061</u>	<u>\$ 1,324,943</u>	<u>\$ 884,910</u>

10. Tangible capital assets and work in progress

	2022	2021
	Net book value	Net book value
General		
Land	\$ 111,263,279	\$ 110,873,279
Buildings	29,037,316	27,954,791
Equipment	10,456,720	10,363,847
Engineering structures	<u>116,552,099</u>	<u>111,948,894</u>
	267,309,414	261,140,811
Water infrastructure	60,733,816	58,186,798
Sewer infrastructure	<u>49,508,914</u>	<u>49,948,240</u>
Tangible capital assets	<u>\$ 377,552,144</u>	<u>\$ 369,275,849</u>
Work in progress	<u>\$ 66,746,223</u>	<u>\$ 31,546,005</u>
Tangible capital assets and work in progress (Schedule 1)	<u>\$ 444,298,367</u>	<u>\$ 400,821,854</u>

Additions to work in progress for the year totaled \$41,563,859 (2021- \$31,013,673).

City of West Kelowna
Notes to the financial statements
December 31, 2022

11. Taxation - net

Taxation revenue comprises the following amounts collected less transfers to other governments:

	2022	2021
General municipal purposes	\$ 40,183,082	\$ 38,033,529
Collections for other governments		
Provincial Government - Schools	19,095,149	17,357,482
Central Okanagan Regional Hospital District	3,150,823	2,995,857
Regional District of the Central Okanagan	4,111,417	3,876,586
British Columbia Assessment Authority	548,574	490,693
Municipal Finance Authority	3,001	2,302
	<u>67,092,046</u>	<u>62,756,449</u>
Transfers to other governments		
Provincial Government - Schools	(19,095,149)	(17,357,482)
Central Okanagan Regional Hospital District	(3,150,823)	(2,995,857)
Regional District of the Central Okanagan	(4,111,417)	(3,876,586)
British Columbia Assessment Authority	(548,574)	(490,693)
Municipal Finance Authority	(3,001)	(2,302)
	<u>(26,908,964)</u>	<u>(24,722,920)</u>
	<u>\$ 40,183,082</u>	<u>\$ 38,033,529</u>

12. Government transfers

	2022	2021
Provincial unconditional transfers (repayments)		
Other	442,414	322,647
	<u>442,414</u>	<u>322,647</u>
Provincial conditional transfers		
Okanagan Basin Water Board grant	23,353	27,084
Clean water fund grant	22,346,516	5,779,699
Other	564,906	195,908
	<u>22,934,775</u>	<u>6,002,691</u>
Federal unconditional transfers		
Traffic fine revenue sharing grant and Federal grants	938,571	269,956
	<u>938,571</u>	<u>269,956</u>
Federal conditional transfers		
Gas tax community works fund	1,495,091	2,925,383
	<u>1,495,091</u>	<u>2,925,383</u>
Total transfers from other governments	<u>\$ 25,810,851</u>	<u>\$ 9,520,677</u>

City of West Kelowna

Notes to the financial statements

December 31, 2022

13. Revenue - other

	2022	2021
DCC contributions (Note 7)	\$ 6,333,499	\$ 3,241,505
Cost recoveries	777,636	923,760
Development permits	2,839,630	2,314,327
Interest	1,300,222	444,923
Actuarial adjustment on long-term debt (Note 9)	613,775	681,281
Licenses and permits	309,330	225,281
Penalties and interest on taxes	673,085	651,806
Rentals	374,108	306,800
Donations	31,598	24,447
Other	387,989	295,846
	<u>\$ 13,640,872</u>	<u>\$ 9,109,976</u>

The City has entered into contracts or agreements in the normal course of operations that it expects will result in the realization of assets and revenues in future fiscal years. The amounts these agreements are shown in Rentals above.

14. Contingent liabilities

Regional District of Central Okanagan

Regional District debt is, under the provisions of the Local Government Act, a direct, joint and several liability of the City and each member municipality within the Regional District, including the City of West Kelowna. The loan agreements with the Regional District of Central Okanagan and the Municipal Finance Authority provide that if at any time the scheduled payments provided for in the agreements are not sufficient to meet the Authority's obligation with respect to such borrowing, the resulting deficiency becomes a liability of the member municipalities. As at December 31, 2022, the City does not anticipate being required to assume any of the Regional District's debt.

Municipal Insurance Association

The City is a participant in the Municipal Insurance Association of British Columbia (the "Association"). Should the Association pay out claims in excess of premiums received, it is possible that the City, along with the other participants, would be required to contribute towards the deficit. Management does not consider external payments under this contingency to be likely and therefore no amounts have been accrued.

Legal actions

The nature of the City's operations are such that the City is subject to potential or ongoing litigation, the outcome of which is not determinable at this time. Accordingly, no provision has been made in the accounts for these actions. The amount of loss, if any, arising from ongoing litigation will be recorded in the accounts in the period in which the loss is realized. The City has insurance policies and financial reserves to offset associated risks.

City of West Kelowna

Notes to the financial statements

December 31, 2022

14. Contingent liabilities (continued)

Pension

The City and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2021, the plan has about 227,000 active members and approximately 118,000 retired members. Active members include approximately 42,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Municipal Pension Plan as at December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The City paid \$2,086,488 (2021-\$2,019,984) for employer contributions while employees contributed \$1,793,554 (2021-\$1,665,899) to the plan in fiscal 2022.

The next valuation will be as at December 31, 2024 with results available later in 2025.

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

15. Commitments

The City has entered into various operating leases for equipment and payments under contracts for services with terms varying from one to five years. The total lease commitments payable in each of the next four years are as follows:

2023	\$ 2,685,762
2024	\$ 2,404,345
2025	\$ 2,324,343
2026	\$ 30,000
	<u>\$ 7,444,450</u>

City of West Kelowna

Notes to the financial statements

December 31, 2022

15. Commitments (continued)

Letters of Credit

The City is holding letters of credit in the amount of \$15,077,846 (2021-\$15,669,034), which are received as security related to performance deposits.

Operating Line

The City has revolving credit facilities with one Canadian chartered bank providing for borrowing of up to \$6,000,000. The facilities bear interest at the bank prime rate less 0.5% and are due on demand. As at December 31, 2022, the \$nil (2021 - \$nil) has been drawn on these facilities.

16. Segmented information

The City of West Kelowna is a diversified municipal government that provides a wide range of services to its citizens. The City's operations and activities are organized and reported by funds and departments. The General Fund reports on operations, funded primarily by property taxes, which include services provided by the City such as general government services, protective services, transportation services, environmental health and developmental services, and recreation and cultural services. The utility operations are comprised of the water, sewer and storm drainage systems, each accounting for its own operations and programs within their own funds. Operating results reported by the following segments are included in Schedule 3.

The various segments are described as follows:

a) General government services

This segment is responsible for a number of different functions including Legislative Services, Administration, Finance and Information Services. Legislative services involves staff working closely with Council and community partners to coordinate the delivery of a wide range of functions and services. Administration is responsible for the Human Resources function, which oversees the recruitment and retention of people, management of labour relations, administration of collective agreements, employee compensation and benefit programs, staff training and development, employee health and safety and Work Safe BC regulations. Finance is responsible for the requisition of tax revenues from the Province and other taxing authorities and all treasury and accounting functions. Information Services includes an all-encompassing computer database and mapping system for properties in the City, which is used by City departments, other government agencies and members of the public.

City of West Kelowna
Notes to the financial statements
December 31, 2022

16. Segmented information (continued)

b) Protective services

This segment is responsible for all the various services provided by the RCMP, Fire Services and Bylaw Enforcement designed to protect the lives and property of both citizens and visitors with a focus on emergency response, law enforcement, search and rescue, education and prevention.

c) Transportation services

This segment is responsible for roads and maintenance, street lighting, traffic management and transit system.

d) Environmental health and development services

This segment is responsible for delivering health, planning and development services to the City. The specific functions include planning, building permits and inspections, business licensing, design and engineering services as well as tourism and economic development.

e) Recreation and cultural services

This segment is responsible for recreational program design, delivery and management, municipal facilities/parks development and maintenance and museum operations, as well as coordination of many recreational/sporting activities and groups.

f) Water services

This segment is responsible for the operation and maintenance of the five water systems that provide water services to the residents and businesses within the municipal boundaries of the City.

g) Sewer services

This segment is responsible for the operation and maintenance of the sewer collection system within the municipal boundaries of the City.

h) Storm drainage

This segment is responsible for the operation and maintenance of the storm drainage collection system within the municipal boundaries of the City.

City of West Kelowna
Notes to the financial statements
December 31, 2022

17. Budget

The budget amounts presented reflect the statutory financial plan as adopted by Council on April 5, 2022, adjusted for amortization and other items for comparability with the actual results. The following table reconciles the balanced statutory financial plan to the budget surplus reported on the statement of operations and accumulated surplus.

Surplus as per 10 year Financial Plan Bylaw No. 0292, 2022	\$ -
Adjust for non-operating items included in Financial Plan:	
Acquisition of tangible capital assets	141,743,412
Repayment of principal portion of long-term debt	1,463,747
Net transfers from reserves	<u>(34,170,967)</u>
	<u>109,036,192</u>
Adjust for operating items excluded in Financial Plan:	
Amortization	<u>(12,562,803)</u>
Budget surplus as per the statement of operations and accumulated surplus	<u>\$ 96,473,389</u>

City of West Kelowna

Schedule 1 - Schedule of tangible capital assets and December 31, 2022

			Equipment				
	Land	Buildings & Improvements	Computer	Machinery	Office furniture & equipment	Small tools & equipment	Vehicles
Cost, beginning of year	\$110,873,279	\$ 44,546,040	\$ 2,990,541	\$ 3,949,430	\$ 839,496	\$ 3,378,090	\$11,563,279
Additions	390,000	2,221,251	179,776	54,838	22,078	144,209	1,481,279
Disposals	-	-	-	-	-	-	(48,000)
Cost, end of year	<u>111,263,279</u>	<u>46,767,291</u>	<u>3,170,317</u>	<u>4,004,268</u>	<u>861,574</u>	<u>3,522,299</u>	<u>12,996,558</u>
Accumulated amortization, beginning of year	-	16,591,251	2,448,441	1,957,396	622,372	1,647,674	6,426,279
Amortization	-	1,138,724	306,116	254,182	16,985	488,778	662,279
Disposals	-	-	-	-	-	-	(48,000)
Accumulated amortization, end of year	<u>-</u>	<u>17,729,975</u>	<u>2,754,557</u>	<u>2,211,578</u>	<u>639,357</u>	<u>2,136,452</u>	<u>7,039,558</u>
Net book value, end of year	<u>\$111,263,279</u>	<u>\$ 29,037,316</u>	<u>\$ 415,760</u>	<u>\$ 1,792,690</u>	<u>\$ 222,217</u>	<u>\$ 1,385,847</u>	<u>\$ 5,956,999</u>
Work in progress	<u>\$ -</u>	<u>\$ 10,942,847</u>	<u>\$ 397,448</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,341</u>	<u>\$ 100,000</u>
Tangible capital assets and work in progress	<u>\$111,263,279</u>	<u>\$ 39,980,163</u>	<u>\$ 813,208</u>	<u>\$ 1,792,690</u>	<u>\$ 222,217</u>	<u>\$ 1,445,188</u>	<u>\$ 6,056,999</u>

work in progress

	Engineering structures							
icles	Solid waste carts	Infrastructure	Roads	Sidewalks	Storm drains	Water Infrastructure	Sewer Infrastructure	Total
,535	\$ 1,537,145	\$ 17,023,398	\$252,349,167	\$ 9,872,950	\$ 6,021,243	\$ 94,716,625	\$ 68,919,280	\$ 628,580,219
,537	-	519,860	9,803,405	1,127,874	50,000	4,328,229	656,751	20,979,808
,998)	-	-	(687,646)	-	-	-	-	(736,644)
,074	<u>1,537,145</u>	<u>17,543,258</u>	<u>261,464,926</u>	<u>11,000,824</u>	<u>6,071,243</u>	<u>99,044,854</u>	<u>69,576,031</u>	<u>648,823,383</u>
,751	791,756	5,866,265	162,460,088	2,715,844	2,275,666	36,529,827	18,971,039	259,304,370
,018	61,486	1,005,240	5,242,903	210,839	298,243	1,781,211	1,096,078	12,562,803
,998)	-	-	(546,936)	-	-	-	-	(595,934)
,771	<u>853,242</u>	<u>6,871,505</u>	<u>167,156,055</u>	<u>2,926,683</u>	<u>2,573,909</u>	<u>38,311,038</u>	<u>20,067,117</u>	<u>271,271,239</u>
,303	<u>\$ 683,903</u>	<u>\$ 10,671,753</u>	<u>\$ 94,308,871</u>	<u>\$ 8,074,141</u>	<u>\$ 3,497,334</u>	<u>\$ 60,733,816</u>	<u>\$ 49,508,914</u>	<u>\$ 377,552,144</u>
,669	<u>\$ -</u>	<u>\$ 903,569</u>	<u>\$ 466,129</u>	<u>\$ 1,252,511</u>	<u>\$ 798,785</u>	<u>\$ 51,446,972</u>	<u>\$ 377,952</u>	<u>\$ 66,746,223</u>
,972	<u>\$ 683,903</u>	<u>\$ 11,575,322</u>	<u>\$ 94,775,000</u>	<u>\$ 9,326,652</u>	<u>\$ 4,296,119</u>	<u>\$ 112,180,788</u>	<u>\$ 49,886,866</u>	<u>\$ 444,298,367</u>

City of West Kelowna
Schedule 2 - Schedule of accumulated surplus
December 31, 2022

	Balance, beginning of year	Transfer to	Transfer from	Interest	Balance, end of year
Reserves					
Capital - general	6,743,203	3,953,784	(3,492,263)	178,434	7,383,158
Capital - water	7,740,902	2,719,636	(2,255,975)	218,533	8,423,096
Capital - sewer	1,030,371	526,318	(529,829)	28,210	1,055,070
Community projects	5,058,818	1,505,266	(1,203,981)	140,655	5,500,758
Equipment replacement	3,372,056	1,765,000	(727,895)	108,806	4,517,967
Fire	251,663	-	-	6,795	258,458
Future expenses	1,830,727	485,000	(544,685)	48,624	1,819,666
Infrastructure	-	1,095,592	(845,169)	13,244	263,667
Municipal facilities	7,062,421	1,200,000	(213,688)	204,860	8,253,593
Other	18,966,263	48,983,026	(28,545,777)	50,142	39,453,654
Policing	714,875	315,069	(22,078)	23,257	1,031,123
Property acquisition	482,115	-	-	13,017	495,132
Recreation	400,198	107,116	(114,556)	10,705	403,463
Road maintenance and snow clearing	816,745	-	-	22,052	838,797
Storm drainage	139,595	-	-	3,769	143,364
	<u>54,609,952</u>	<u>62,655,807</u>	<u>(38,495,896)</u>	<u>1,071,103</u>	<u>79,840,966</u>
Investment in non-financial assets					
Investment in tangible capital assets	<u>356,750,732</u>	<u>21,488,440</u>	<u>(12,562,803)</u>	<u>-</u>	<u>365,676,369</u>
Accumulated surplus	<u>\$411,360,684</u>	<u>\$ 84,144,247</u>	<u>\$ (51,058,699)</u>	<u>\$ 1,071,103</u>	<u>\$445,517,335</u>

City of West Kelowna

Schedule 3 - Schedule of segment disclosure

December 31, 2022

	General Fund			
	General government services	Protective services	Transportation services	Environmental services
Revenue				
Taxation-net	\$ 12,059,300	\$ 13,131,441	\$ 4,604,779	\$ 3,132,499
Sale of services and regulatory fees	-	2,463,930	883,740	3,132,499
Government transfers	3,168,603	271,925	454	2,132,499
Other	3,132,499	803,038	5,728,773	2,132,499
Total revenue	18,360,402	16,670,334	11,217,746	9,268,497
Expenses				
Amortization of tangible assets	9,514,074	-	-	-
Building and grounds maintenance	386,194	119,745	-	-
Civic grants	130,939	-	-	-
Contract services	553,102	404,173	2,613,626	2,132,499
Interest on long-term debt	302,176	-	-	-
Equipment maintenance and fuel	799,820	291,986	212,327	-
Library	-	-	-	-
Recoverable Emergency Operations	-	341,866	-	-
RCMP E-Division Contract	-	5,802,769	-	-
Supplies, small tools and equipment	619,916	495,556	209,059	-
Transit	-	-	2,308,703	-
Utilities	206,181	136,583	271,016	-
Wages, benefits & professional development	5,008,039	11,485,434	1,133,603	2,132,499
Total expenses	17,520,441	19,078,112	6,748,334	5,265,008
Annual surplus (deficit) for the year	\$ 839,961	\$ (2,407,778)	\$ 4,469,412	\$ 4,003,489

Environmental health & development services	Recreation & cultural services	Water services	Sewer services	Storm drainage	2022 Totals	2021 Totals
3,551,872	\$ 6,350,879	\$ -	\$ -	\$ 484,811	\$ 40,183,082	\$ 38,033,529
3,150,450	1,871,170	13,697,613	5,967,053	-	28,033,956	27,067,227
-	-	22,346,516	23,353	-	25,810,851	9,520,677
2,879,473	19,333	648,129	429,627	-	13,640,872	9,109,976
<u>9,581,795</u>	<u>8,241,382</u>	<u>36,692,258</u>	<u>6,420,033</u>	<u>484,811</u>	<u>107,668,761</u>	<u>83,731,409</u>
47,964	-	1,904,687	1,096,078	-	12,562,803	12,695,805
-	337,729	276,879	4,810	-	1,125,357	1,045,009
-	-	-	-	-	130,939	360,765
2,397,581	1,625,760	947,976	4,011,994	120,323	12,674,535	11,471,603
-	-	404,297	206,525	-	912,998	703,238
15,624	288,447	555,775	16,603	47,729	2,228,311	1,973,637
-	1,636,180	-	-	-	1,636,180	1,596,395
-	-	-	-	-	341,866	754,691
-	-	-	-	-	5,802,769	4,516,676
161,920	460,077	1,098,298	121,575	36,790	3,203,191	2,779,811
-	-	-	-	-	2,308,703	1,796,676
7,268	891,203	505,816	59,470	-	2,077,537	1,975,925
2,530,004	3,987,524	3,402,147	810,975	149,195	28,506,921	27,101,039
<u>5,160,361</u>	<u>9,226,920</u>	<u>9,095,875</u>	<u>6,328,030</u>	<u>354,037</u>	<u>73,512,110</u>	<u>68,771,270</u>
<u>4,421,434</u>	<u>\$ (985,538)</u>	<u>\$ 27,596,383</u>	<u>\$ 92,003</u>	<u>\$ 130,774</u>	<u>\$ 34,156,651</u>	<u>\$ 14,960,139</u>

City of West Kelowna

Schedule 4 - Provincial COVID-19 Restart Grant (unaudited)

December 31, 2022

The COVID-19 Restart Grant was received by the Provincial Government in 2020 and was included as Provincial Grant Revenue and transferred to a reserve to cover expenses and reduced revenue over the next 4 years. The schedule provides disclosure of funds received, spent and remaining over the corresponding years.

Safe Restart Grant (as of December 31, 2021)	2020 (actual)	2021 (actual)	2022 (actual)	2023
Grant Total Carryforward	\$ 4,602,000	\$ 3,352,000	\$ 2,829,150	\$ 2,002,033
Usage Areas:	-	-	-	-
COVID-19 Expenses	411,000	65,971	47,006	50,000
Facilities and Recreation revenue shortfall	400,000	-	101,851	100,000
Paperless and ERP Projects Operating Side	-	139,979	423,885	350,000
Other reduced revenues	439,000	200,000	154,375	100,000
Operating Budget	\$ 1,250,000	\$ 405,950	\$ 727,117	600,000
Capital Budget / Projects	-	116,900	100,000	1,400,000
Balance of Grant (available for future years)	\$ 3,352,000	\$ 2,829,150	\$ 2,002,033	\$ 2,033

The pandemic continues to provide uncertainty over the City's future cash flows, and may have a significant impact on the City's future operations. Potential impacts on the City's business could include future decreases in revenue, impairment of investments or reduction in investment income, and delays in completing capital project work. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy and the financial effects of the City is not known at this time and as such the above schedule of how these grant funds are proposed to be spent may change.