

# City of Abbotsford, British Columbia

## 2008 Consolidated Financial Statements

*Fiscal Year Ending December 31, 2008*

*Prepared by Corporate Services Finance Division*





## Management Discussion And Analysis

### OVERVIEW

The City of Abbotsford reports the results of its operations on a consolidated basis, with accompanying notes to the consolidated financial statements. The City also reports, as supplementary information, the financial position and financial activities of the four funds of the City, which are: General, Waterworks, Sanitary Sewer, and Airport. Each fund is self-supporting with no cross-subsidization between funds. Additionally, in 2008, the City provided a Consolidated Statement of Financial Activities segmented by municipal service area in accordance with new segment reporting requirements.

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

#### Net Financial Assets

A key indicator in assessing the financial health of a local government is its net financial assets (financial assets less liabilities). Net financial assets decreased by \$42.1 million during 2008, from \$50.5 million to \$8.3 million. Most of the net financial asset decrease is due to the second and final instalment of the Plan "A" borrowing of \$42.5 million. Capital Reserve balances are used primarily to fund new capital, as well as the replacement of existing capital infrastructure for all four funds; whereas, operating balances are used to meet the needs of operating requirements unanticipated at the time the financial plan is developed, as well as operating expenditures occurring prior to receipt of planned revenues.

#### Long-Term Debt

In 2006, the electors approved three separate borrowing bylaws totalling \$85 million to assist funding construction of three community facilities: a Cultural Centre, a Community Centre, and an Entertainment and Sports Centre. The Cultural Centre and Community Centre were both opened in 2008. The second and final instalment of \$42.5 million was received in 2008. In 2007, \$42.5 million of the borrowing had been advanced to fund the construction. In addition, debt repayments of \$5.0 million were made in 2008 (\$14.0 million in 2007). As a result, long-term debt at the end of the year was \$104.9 million. Of that amount, \$86.1 million is general fund debt.

The City's debt reserve, established in 2002, is sufficient to finance the remaining general fund debt servicing costs not related to the three new facilities.

The City continues to review its ability to provide for an early debt repayment strategy for the significant amount of debt it assumed with the transfer of the water supply and distribution and sewage treatment operation from the Fraser Valley Regional District (FVRD). Significant joint water and joint sewer capital projects in the near future have begun to limit any early debt repayment strategy.

### Physical Assets

Physical assets are comprised of both capital and inventory assets. Physical assets increased by \$114.4 million in 2008:

Roads and sidewalks	\$21.4 million
Parks, Recreation, and Culture	63.9 million
Storm Drainage	3.5 million
Waterworks	10.6 million
Sanitary Sewer	7.5 million
Airport	3.3 million
Other	4.2 million

### Equity in Non-Financial Assets

Equity in non-financial assets is determined by the amount of capital and inventory assets, less long-term debt. Equity in non-physical assets increased from \$753.3 million in 2007, to \$827.3 million in 2008. The \$74.0 million increase was largely due to new capital acquisitions of \$113.5 million, less a \$38.0 million increase in long-term debt. The remaining small difference results from the disposal of capital assets and changing inventory levies.

### Equity in Financial Assets

Equity in financial assets is determined by the amount of financial assets less liabilities (not including long-term debt). Financial equity in fund balances decreased from \$117.4 million in 2007 to \$113.2 million in 2008. The \$4.2 million net decrease in financial equity is the excess of expenditures over revenues for the year ended December 31, 2008. It is illustrated by the net decrease in the operating balances in the general waterworks and sanitary sewer funds and the general capital fund, less the net increase in all capital reserve funds.

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

As previously mentioned, the increase of expenditures over revenues over for the year ended December 31, 2008, was \$4.2 million.

### Revenue

Approximately 80% of total revenue was derived from municipal taxation and fees and charges. Council approved an average 4.97% general municipal tax increase for 2008. The tax increase, as well as additional tax revenue from new development, increased total taxation from \$90.9 million to \$96.4 million. Fees and charges revenue of \$59.2 million, which includes user fees for services, such as water, sanitary sewer, solid waste, urban storm drainage, recreation, transit and airport, increased approximately 3.0% from the previous year's total of \$57.5 million.

Contributions from developers represent funds received from developers for new capital infrastructure to support new development, which includes roads, storm drainage, water, sanitary sewer, and park acquisition and development. The contributions are a restricted revenue liability at the time of collection and, as the funds are expended on capital projects, the liability is reduced and the amounts expended are recorded as revenue. Approximately \$19.8 million of contributions from developers

was expended in 2008 and included as revenue. This amount reflects the fact that only 25% of the budgeted development related capital projects were completed in 2008, and is similar to the previous year's expenditure of \$11.7 million.

Government grants of \$11.1 million marginally increased from the prior year amount of \$11.0 million, however, were much lower than the budgeted amount of \$22.4 million. The City includes all capital grant applications and expected operating grants in the financial plan. The variance from budget is due primarily to capital grants.

Interest and penalties revenue of \$8.3 million was slightly higher than the prior year revenue of \$7.9 million. The favourable variance from budget of \$5.7 million is due primarily to interest earned on unexpended debt proceeds for capital infrastructure, and \$0.7 million in unplanned Municipal Finance Authority (MFA) refunds.

### **Expenditures**

Consolidated expenditures include both operating and capital costs. Consolidated expenditures in all functional areas were under budget, with the exception of Transit, Development Services, and Dyking, Drainage and Irrigation. Expenditures in each of these areas were offset with increased revenue. The over-expenditures were accommodated by a reallocation of the capital budget from other functional areas.

## **GENERAL OPERATING STATEMENT OF FINANCIAL ACTIVITIES**

### **Revenue**

Total general operating revenue for the year ended December 31, 2008, was \$136.3 million (2007 - \$126.1 million) on a financial plan of \$131.8 million. Municipal taxation (including payments-in-lieu) of \$96.4 million represents approximately 71% of general operating revenue. Tax revenue increased by approximately \$6.7 million from the previous year, most of which was raised through a Council-approved 4.97% property tax increase, and approximately \$2.3 million from new construction.

Fees and charges revenue of approximately \$21.4 million (2007 - \$19.5 million) is comprised of user fees from transit services, police recoveries, solid waste collection, urban storm drainage, and parks, recreation and culture fees.

Licences and permits revenue of \$6.6 million (2007 - \$6.4 million) is comprised primarily of building permit, soil removal, secondary suite, and business licence fees.

### **Expenditures**

Total general operating expenditures for the year ended December 31, 2008, were \$108.8 million (2007 - \$97.8 million) on a financial plan of \$104.4 million. Police Services operating expenditures of \$36.0 million (2007 - \$31.8 million) represent approximately one-third of general operating expenditures before transfers to reserves and debt servicing costs. Actual Police Services operating expenditures exceeded revenues by approximately \$1.0 million, which was funded through the Police Services operating reserve.

Fire Rescue Service expenditures of \$12.0 million (2007 - \$10.8 million) were very close to the budgeted amount.

Engineering Service expenditures of \$15.2 million (2007 - \$14.0 million) exceeded the financial plan by \$1.1 million. This budget variance is due primarily to snow removal and flooding.

#### **Transfers to Reserve**

Transfers to operating reserves provide funding for operating projects that have not been completed by the end of the year and are being carried forward to the next fiscal year. Operating surpluses or deficits from utilities such as storm sewer, solid waste, Matsqui and Sumas Prairie dyking and drainage, and Police Services, included in the general operating fund, are transferred to or from the operating reserve in order to preserve accumulated operating funds for these programs. The net transfer from the operating reserve was \$1.4 million lower than originally contemplated in the financial plan. The majority of this budget variance is due primarily to deferred recreation facility requirements.

#### **Debt Payment**

Actual debt repayment of \$1.7 million is \$1.2 million less than the financial plan due to the deferred recreation facility principal payments. The outstanding long-term debt for the general operating fund as at December 31, 2008, is \$86.1 million, all for recreation and cultural facilities.

#### **Change in Fund Balance**

The financial plan indicated a nil operating surplus after transfers to reserve. The actual operating deficit for the year is \$0.4 million, for a total accumulated operating surplus of \$8.1 million.

### **WATERWORKS OPERATING STATEMENT OF FINANCIAL ACTIVITIES**

#### **Revenue**

User fee revenue is based on water consumption and represents approximately 86.7% of the total revenue for the waterworks operating fund. User fee rates are set prior to water meter readings and revenue will fluctuate proportionate to consumption levels. In 2008, actual user fee revenue of \$13.6 million was \$0.6 million lower than the financial plan due to consumption being lower than expected. As a result of the shortfall in user fees, partially offset by \$0.5 million in unexpected MFA refunds, total revenue of \$15.7 million for the waterworks operating fund was approximately \$0.1 million lower than the financial plan.

#### **Expenditures**

Total expenditures of \$5.2 million for the waterworks operating fund was \$0.6 million less than the financial plan, primarily due to joint Abbotsford-Mission supply and transmission costs being lower than budget.

#### **Transfers to Reserve**

The transfer to capital reserve was increased by \$0.5 million over the \$7.0 million financial plan due to the unbudgeted MFA refund revenue.



### **Debt Payment**

Debt principal repayment during 2008 was \$2.3 million as planned. The total remaining debt for the waterworks fund at December 31, 2008, is \$11.6 million.

### **Change in Fund Balance**

In summary, waterworks operations were within budget, and the total accumulated operating surplus remains at \$1.5 million.

## **SANITARY SEWER OPERATING STATEMENT OF FINANCIAL ACTIVITIES**

### **Revenue**

User rates make up approximately 75% of the total revenue for the sanitary sewer operating fund. Sanitary sewer user fees are based on water consumption. User rate revenue of \$8.0 million was higher than the financial plan by \$0.2 million due to fee increases required for increasing capital costs. The sewer tax was eliminated for 2008, as planned. Other sanitary sewer revenue of \$2.7 million exceeded the financial plan by \$0.2 million. As a result of other positive variances from interest revenue and unanticipated MFA refunds, total revenue of \$10.6 million for the sanitary sewer operating fund was \$0.3 million higher than the financial plan.

### **Expenditures**

Total expenditures of \$4.6 million for the sanitary sewer operating fund was \$0.3 million less than the financial plan primarily due to decreased expenditures at the JAMES Treatment Plant.

### **Transfers to Reserve**

The transfer to capital reserve was increased by the unanticipated MFA refund and the amount required to reduce the accumulated operating surplus to an amount consistent with the City's Financial Planning principles. The total transfer was \$5.5 million.

### **Debt Payment**

Debt principal repayment during 2008 was \$0.5 million as planned. The total remaining debt for the sanitary sewer fund at December 31, 2008, is \$7.2 million.

### **Change in Fund Balance**

The financial plan included a balanced budget, with no changes to the operating surplus. The actual operating deficit for the year is \$0.5 million, for a total accumulated operating surplus of \$4.0 million.

## **AIRPORT OPERATING STATEMENT OF FINANCIAL ACTIVITIES**

### **Revenue**

Rental fees of \$1.5 million represent approximately 29.7% of airport operating revenue. Aeronautical fees (landing and general terminal fees) of \$1.2 million represent approximately 23.8% of airport operating revenue. Public parking fees revenue of \$1.2 million represents approximately 24.1% of airport operating revenue. Finally, concession fees of \$0.8 million

and interest and other income of \$0.3 million comprise the remaining 22.4% of airport operating revenue. Total airport revenue was \$5.0 million, which was \$0.4 million higher than the financial plan.

### **Expenditures**

Administration expenditures of \$1.2 million represent almost 34% of total airport operating expenditures. Airside services expenditure of \$0.9 million represents approximately 27.3% of total airport operating expenditures. Terminal complex and mobile equipment expenditures of \$1.0 million and groundside services of \$0.3 million form the remaining costs. Total airport operating expenditure was \$3.5 million, which was almost the same as planned.

### **Transfers to Reserve**

The transfer to capital reserve of \$1.6 million was increased by \$0.4 million over the financial plan due to additional revenues available for needed capital expenditures. The financial equity in the Airport Operating Fund remains at \$1.2 million.

### **FUTURE OUTLOOK**

2008 was a year of highs and lows, with continued growth in the first six months and, as a result of the sudden economic downturn, a downward swing in the latter half of the year. In spite of the economic challenges and uncertainty, the year also included some exciting times. In 2006, the electors approved three separate borrowing bylaws totalling \$85 million to assist in funding the construction of three community facilities: a Cultural Centre, a Community Centre, and an Entertainment and Sports Centre. The first two projects were completed on time and on budget in 2008. The last project is scheduled for completion in early 2009. The investment in these new civic facilities will enhance many opportunities for arts, entertainment and recreation in the City, and provide an improved quality of life and leisure for residents.

While facing the current economic and municipal challenges head on, the City of Abbotsford remains committed to fostering a city where the quality of life is the best in the province, and residents have the facilities and services they need to prosper. Abbotsford is a strong community with a clear, focused vision and, as a result, is well positioned to weather the current economic storm.



Judy Lewis, CMA  
Acting General Manager  
Finance & Corporate Services



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## **AUDITORS' REPORT**

To the Mayor and Councillors of the

City of Abbotsford

We have audited the Consolidated Statement of Financial Position of the City of Abbotsford as at December 31, 2008 and the Consolidated Statements of Financial Activities, Financial Equity in Fund Balances, and Cash Flows for the year then ended. These financial statements are the responsibility of the City'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 City as at December 31, 2008 and the results of its operations and the cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included in Exhibits 1 through 14 and Schedules A through Z is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied to the audit of the consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

A handwritten signature in black ink that reads 'KPMG LLP'.

Chartered Accountants

Abbotsford, British Columbia

March 31, 2009

## Consolidated Statement of Financial Position

For the Year ended December 31, 2008, with comparative figures for 2007

In thousands

	2008	2007
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Note 2)	\$ 100,468	\$ 88,209
Accounts receivable (Note 3)	46,552	36,277
Portfolio investments (Note 4)	91,193	99,857
	<u>238,213</u>	<u>224,343</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 5)	62,358	57,915
Restricted revenue (Note 6)	55,758	44,972
Deferred revenue (Note 7)	6,890	4,001
	<u>125,006</u>	<u>106,888</u>
Long-term debt (Note 8)	104,870	66,924
	<u>229,876</u>	<u>173,812</u>
<b>NET FINANCIAL ASSETS</b>	<u>8,337</u>	<u>50,531</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Note 9)	930,345	819,288
Inventories	1,482	950
Down payments on capital	397	-
	<u>932,224</u>	<u>820,238</u>
<b>NET ASSETS</b>	<u>\$ 940,561</u>	<u>\$ 870,769</u>
<b>EQUITY</b>		
Financial assets (Note 10)	\$ 113,207	\$ 117,455
Non-financial assets (Note 11)	827,354	753,314
	<u>\$ 940,561</u>	<u>\$ 870,769</u>

George W. Peary, Mayor

Judy Lewis, CMA, Acting General Manager  
Finance & Corporate Services

## Consolidated Statement of Financial Activities

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Municipal taxation	\$ 96,331	\$ <b>96,432</b>	\$ 90,929
Fees, charges, sales of services	55,820	<b>59,198</b>	57,452
Contributions from developers	69,356	<b>19,758</b>	11,665
Government grants	22,446	<b>11,112</b>	10,952
Interest and penalties	5,673	<b>8,297</b>	7,875
Rent	3,151	<b>3,216</b>	3,184
Sale of capital assets	1,950	<b>591</b>	2,575
	<u>254,727</u>	<u><b>198,604</b></u>	<u>184,632</u>
<b>EXPENSE</b>			
Parks, recreation, culture & libraries	102,010	<b>85,675</b>	54,313
Protective services	57,068	<b>53,166</b>	46,982
Engineering	66,661	<b>39,634</b>	42,812
Waterworks	45,156	<b>16,322</b>	11,267
General government	16,896	<b>14,549</b>	21,218
Sanitary sewer	39,120	<b>12,494</b>	7,861
Airport	14,181	<b>6,764</b>	4,961
Transit	6,285	<b>6,397</b>	5,366
Development services	3,293	<b>3,315</b>	3,114
Dyking, drainage & irrigation	2,374	<b>2,482</b>	2,608
	<u>353,044</u>	<u><b>240,798</b></u>	<u>200,502</u>
<b>NET EXPENSE</b>	<u>(98,317)</u>	<u><b>(42,194)</b></u>	<u>(15,870)</u>
<b>DEBT PRINCIPAL</b>			
Proceeds on long-term debt	47,500	<b>42,500</b>	42,500
Debt principal repayments	(5,757)	<b>(4,554)</b>	(13,977)
<b>CHANGE IN FINANCIAL EQUITY</b>	<u>\$ (56,574)</u>	<u><b>\$ (4,248)</b></u>	<u>\$ 12,653</u>

See notes to consolidated financial statements.



## Consolidated Statement of Financial Equity in Fund Balances

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>FINANCIAL EQUITY</b>		
Financial equity in fund balances, beginning of year	\$ 117,455	\$ 104,802
Increase (decrease) in financial equity in fund balances for year	(4,248)	12,653
Financial equity in fund balances, end of year	\$ 113,207	\$ 117,455

See notes to consolidated financial statements.

## Consolidated Statement of Cash Flows

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>Indirect Method</b>		
<b>OPERATIONS, INCLUDING CAPITAL TRANSACTIONS</b>		
Net operating expense	\$ (42,194)	\$ (15,870)
Non-cash item, recognition of restricted revenue	(19,748)	(13,822)
Changes in non-cash operating items:		
Increase in accounts receivable	(10,275)	(1,494)
Increase in accounts payable, deposits and accruals	4,443	7,979
Increase in deferred revenue	2,889	373
	<u>(64,885)</u>	<u>(22,834)</u>
<b>INVESTING ACTIVITY</b>		
Decrease (increase) in portfolio investments	<u>8,664</u>	<u>(29,010)</u>
<b>FINANCING ACTIVITY</b>		
Collection of and interest on restricted revenue	30,534	25,407
Proceeds on long-term debt	42,500	42,500
Debt principal repaid	(4,554)	(13,977)
	<u>68,480</u>	<u>53,930</u>
<b>INCREASE IN CASH AND EQUIVALENTS</b>	<b>12,259</b>	<b>2,086</b>
<b>CASH AND EQUIVALENTS, Beginning of year</b>	<b>88,209</b>	<b>86,123</b>
<b>CASH AND EQUIVALENTS, End of year</b>	<b>\$ 100,468</b>	<b>\$ 88,209</b>

See Notes to Consolidated Financial Statements

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

## 1. SIGNIFICANT ACCOUNTING POLICIES:

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

### (a) Principles of Consolidation:

With the exception of the Cemetery Care Trust Fund, the Consolidated Financial Statements include all of the funds of the City and of Ledgeview Properties Ltd., the City's wholly-owned company. Except for water and sewer user fees, inter-fund transactions, fund balances, and activities have been eliminated on consolidation. The funds of the City include General, Water, Sewer, Airport, Capital, and Reserve Funds. The Cemetery Care Trust Fund is excluded from the Consolidated Financial Statements and is reported separately. The regional water and sewer utilities, whose ownership transferred from the Fraser Valley Regional District (FVRD) jointly to the City of Abbotsford and District of Mission on January 1, 2005, are consolidated in the City's financial statements, with the District of Mission's minority interest removed.

### (b) Fund Accounting:

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

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

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

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

### (c) Financial Plan:

The Community Charter requires revenues and expenses to be in accordance with the five-year financial plan adopted annually by Council. The 2008 Plan amounts in the financial statements reflect the first year of the five-year financial plan adopted by Council on April 9, 2008, and is not subject to audit.

### (d) Cash and Cash Equivalents:

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

**(e) Portfolio Investments:**

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

**(f) Non-Financial Assets:**

Tangible capital assets, down-payments on capital assets, and inventories are recorded as assets in the financial statements because they can be used to provide City services in future periods. They are not classified as financial assets because they do not normally provide financial resources to discharge liabilities unless they are sold in the future. Intangible capital assets, such as water rights and mineral resources, are not recorded in the financial statements.

Inventories of supplies are valued at the lower of cost and net realizable value, on a weighted average basis. Tangible capital assets, including construction-in-progress, are recorded at cost. Capital assets donated to the City are reported at fair value at the time of donation. The City does not currently provide for the amortization of capital assets.

**(g) Accrued Liabilities:**

Liabilities can arise from contracts and agreements, government legislation, construction obligations, and equitable obligations. Estimates are required to determine the accrued liabilities for retirement allowance, liability claims, and landfill restoration costs. Actual results could differ from management's best estimates as additional information becomes available in the future. Adjustments, if any, will be reflected in financial activities of the period they are recognized.

**(h) Financial Instruments:**

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

**(i) Revenue Recognition:**

Sources of revenue are recorded on the accrual basis and recognized when earned. Revenue unearned in the current period is reported on the balance sheet as deferred revenue.

**(j) Expenditure Recognition:**

Operating and capital expenses are recognized on the accrual basis in the period they are incurred. Debt principal repayments are charged to financial activities when payments are made.

**(k) Government Transfers:**

Government transfers are recognized as revenues or expenditures in the period that the events giving rise to the transfer occur. Transfers to other agencies are normally granted only in return for services provided to the community.

**2. CASH AND CASH EQUIVALENTS:** (in thousands)

	<b>2008</b>	<b>2007</b>
Cash	\$ 20,197	\$13,690
MFA short-term investments	80,271	74,519
	<b>\$100,468</b>	<b>\$88,209</b>

**3. ACCOUNTS RECEIVABLE:** (in thousands)

	<b>2008</b>	<b>2007</b>
Fees and charges	\$21,010	\$18,021
Taxes	5,169	5,020
Provincial government grants	1,565	1,344
Development cost charges	17,479	10,471
Local improvement charges	1,329	1,400
Due from Cemetery Care Trust Fund	--	21
	<b>\$46,552</b>	<b>\$36,277</b>

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

**4. PORTFOLIO INVESTMENTS:**

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

(in thousands)

	<b>2008</b>		<b>2007</b>	
	<b>Cost</b>	<b>Market</b>	<b>Cost</b>	<b>Market</b>
Portfolio investments	\$91,193	\$92,218	\$99,857	\$100,093
	<b><u>Short-term</u></b>	<b><u>Long-term</u></b>	<b><u>Short-term</u></b>	<b><u>Long-term</u></b>
Duration	1 year or less	2-10 years	1 year or less	2-10 years
Average holdings	\$27,064	\$51,194	\$10,040	\$61,159
Annual yield	4.48%	5.10%	4.8%	5.10%

**5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES:**

Accounts Payable: (in thousands)	2008	2007
Trade payables	\$26,659	\$23,399
Deposits	8,444	8,574
Tax prepayments	10,266	9,254
Salaries and wages	4,140	5,232
Due to Cemetery Care Trust Fund	1,143	--
Accrued liabilities:		
Retirement allowance liability	5,133	4,794
Liability claims	5,138	5,415
Vacation pay	871	657
Landfill restoration liability	564	590
	<u>\$62,358</u>	<u>\$57,915</u>

**Retirement Allowance Liability:**

The City provides three types of retirement benefits to qualifying employees who cease employment with the City after a specified length of service:

- (a) Retirement Gratuity – two months' pay after five years of service (one month for Police Association Members);
- (b) Retirement Service Pay – one week for every five years of service; and
- (c) Sick Time Pay-out – 50% of accumulated sick hours (only applicable to Police Association Members).

Retirement benefits are estimated for individual employees, based on estimated salary costs at the time of anticipated retirement, and discounting expected pay-outs over estimated years of service. The expected liability is accrued based on a retirement age of 55 or actual age, whichever is greater. Management estimates future salary increases will follow historical patterns, and the discount rate used by the actuarial firm was 5.25% (2007 – 4.5%).

The retirement liability requires no contribution from employees. In 2008, an independent actuarial valuation of the retirement liability was performed.

(in thousands)	2008	2007
Retirement liability, beginning of year	\$4,794	\$4,506
Current year service provision	510	407
Interest	243	203
Current year retirement payments	(414)	(322)
Retirement liability, end of year	<u>\$5,133</u>	<u>\$4,794</u>



### Landfill Restoration Liability:

The City has three closed solid waste landfill sites (Trethewey Street, Valley Road and McCallum Road). Costs related to closure activities at these sites include drainage control, leachate monitoring and collection, gas monitoring and recovery, final ground cover, closure assessment and planning, and regulatory approvals. The Trethewey site is expected to require post-closure care up to, and including, the year 2014. The Valley Road site is expected to require care up to, and including, the year 2022. The liability of \$564,041 as at December 31, 2008, includes the estimated total expenditures for post-closure care remaining to be expended, which includes a \$100,000 contingency for leachate collection. The liability is calculated based on the discounted estimated future cash flows associated with closure and post-closure activities. The discount rate used in 2008 was 4.5% (2007 – 4.5%) and the inflation rate used in 2008 was 2.5% (2007 - 2.5%). Landfill restoration costs in 2008 were \$76,695 (2007 - \$44,186). There are no assets designated for settling the post-closure care liability.

The Ministry of the Environment has asked the City to review the closure activities it has performed on the Trethewey Street, Valley Road and McCallum Road landfill sites, to determine if any further closure activities are required in addition to those discussed above. No determination of liability has been made at this time. Any liability will be recorded, if and when, an amount is determinable.

(in thousands)	2008	2007
Restoration liability, beginning of year	\$590	\$563
Adjust liability	(26)	27
Restoration liability, end of year	\$564	\$590

### 6. RESTRICTED REVENUE LIABILITY:

(in thousands)	Development Cost Charges	Development Fees	Airport Fees	2008 Total	2007 Total
Balance December 31, 2007	\$ 33,207	\$ 11,436	\$ 329	\$ 44,972	\$ 35,893
Add:					
Current year contributions	26,860	1,906	189	28,955	21,448
Interest	1,071	491	17	1,579	1,453
	61,138	13,833	535	75,506	58,794
Deduct amounts recognized as revenue in current year					
Contributions from developers:					
- Capital expenditures	19,405	321	--	19,726	11,665
- Airport fees:					
- Debt servicing	--	--	--	--	204
- Eligible airport expenditures	--	--	22	22	1,953
	19,405	321	22	19,748	13,822
Balance, end of year	\$ 41,733	\$ 13,512	\$ 513	\$ 55,758	\$ 44,972

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

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

Developers are entitled to pay development cost charges (DCCs) in equal installments over three years if the total amount payable is equal to, or greater than, \$50,000. Installments due for the next two years are recorded as accounts receivable and are guaranteed by the developer by providing a letter of credit payable on demand to the City of Abbotsford for the remaining amount of DCCs owing. As at December 31, 2008, the amount of DCCs due over the next two years is \$17,479,000 (2007 - \$10,470,700).

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

Development Cost Charge Liability: (in thousands)

	2008	2007
Roads	\$10,651	\$ 5,997
Storm sewer	10,621	11,264
Parks	3,388	--
Waterworks	3,100	4,947
Joint Abbotsford/Mission waterworks (Abbotsford portion)	7,091	4,757
Sanitary sewer	3,358	2,132
Joint Abbotsford/Mission sanitary sewer (Abbotsford portion)	3,524	4,110
	<u>\$41,733</u>	<u>\$33,207</u>

**7. DEFERRED REVENUE:** (in thousands)

	2008	2007
Fees and charges	\$ 896	\$ 730
Provincial government grants	5,994	3,271
	<u>\$ 6,890</u>	<u>\$ 4,001</u>

## 8. LONG-TERM DEBT:

The City carries no debt for others. Debenture debt principal is reported net of sinking fund balances, and interest expense is reported net of sinking fund earnings. All long-term debt is payable in Canadian dollars. Principal payments due within each of the next five years are listed below:

(in thousands)	General	Water	Joint Water	Joint Sewer	TOTAL
2009	\$ 2,808	\$ 66	\$ 662	\$ 518	\$ 4,054
2010	2,925	69	693	494	4,181
2011	3,047	73	2,435	1,525	7,080
2012	3,173	58	623	418	4,272
2013	3,305	--	5,450	439	9,194
2014 and thereafter	70,862	--	1,409	3,818	76,089
	\$86,120	\$ 266	\$11,272	\$7,212	\$104,870

Interest rates on borrowed funds are disclosed in the accompanying debt schedules. The City's interest expense on long-term debt totaled \$5,371,593 in 2008 (2007 - \$2,790,814).

## 9. TANGIBLE CAPITAL ASSETS:

(in thousands)	General	Water	Sewer	Airport	Total 2008	Total 2007
Land	\$ 68,179	\$ --	\$ --	\$ 19,644	\$ 87,823	\$ 87,589
Building & equipment	172,259	--	--	16,577	188,836	150,470
Engineering structures	303,430	135,475	94,788	34,172	567,865	521,897
Construction in progress	73,654	6,511	4,866	790	85,821	59,332
	\$617,522	\$141,986	\$99,654	\$71,183	\$930,345	\$819,288

## 10. EQUITY IN FINANCIAL ASSETS:

The consolidated financial equity in fund balances of the City consists of:

(in thousands)	2008	2007
General operating fund	\$8,181	\$8,564
General operating reserve fund	6,409	7,171
Waterworks operating fund	1,535	1,586
Sanitary sewer operating fund	4,094	4,561
Airport operating fund	1,176	1,176
General capital	2,091	14,394

	2008	2007
Capital Reserve Funds:		
General capital	23,941	22,604
Airport	7,268	4,581
Storm drainage capital	9,956	9,634
Waterworks capital	26,894	23,950
Sewer capital	21,662	19,234
Total Financial Equity in Fund Balances	\$113,207	\$117,455

The assets of the Capital Reserve Funds are not physically segregated. The reserves will be settled with the proceeds of accounts receivable and/or investments.

## 11. EQUITY IN NON-FINANCIAL ASSETS:

Equity in Non-Financial Assets includes Equity in Property and Equipment, General Fund Inventories and Down-payments on Capital. Equity in Capital Assets represents the total property and equipment, less long-term debt issued to acquire those assets. The change in Equity in Capital Assets is as follows:

(in thousands)	2008	2007
Equity in capital assets, beginning of year	\$752,364	\$697,501
Acquisitions:		
General	1,340	7,410
Protective services	2,612	2,311
Engineering services	24,449	29,239
Water, sewer and dyking	18,217	8,576
Parks, recreation and culture	63,565	39,002
Airport	3,305	1,840
	113,488	88,378
Debt proceeds:	(42,500)	(42,500)
Debt reduction:		
Airport improvement fees	--	200
Operating fund – long-term	4,554	13,777
	4,554	13,977
Less:		
Cost of capital assets disposed	(2,431)	(4,992)
Equity in capital assets, end of year	\$825,475	\$752,364

(in thousands)

The consolidated equity in physical assets of the City consists of:

Equity in capital assets:

	2008	2007
General	\$531,402	\$482,485
Water	130,448	117,481
Sanitary sewer	92,442	84,475
Airport (adjusted for internal borrowing)	71,183	67,923
Equity in capital assets	825,475	752,364
Equity in inventories and down-payments	1,879	950
Total Equity in Non-Financial Assets	\$827,354	\$753,314

**12. SUPPLEMENTAL CASH FLOW INFORMATION:**

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

(in thousands)

	2008	2007
Interest paid	\$5,406	\$2,861
Interest received	\$7,679	\$7,434

**13. EXPENSE BY OBJECT:**

(in thousands)

	2008	2007
Salaries and benefits	\$ 73,201	\$ 67,353
Operating goods and services	38,786	34,084
Tangible property and equipment	114,419	88,378
Transfer payments to other governments and agencies	9,020	7,896
Debt interest payments	5,372	2,791
	240,798	200,502
Debt principal repayments	4,554	13,977
Total Expense by Object	\$245,352	\$214,479

**14. CONTINGENT LIABILITIES:****(a) Fraser Valley Regional District (FVRD):**

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

**(b) Third party claims:**

The City is involved in certain legal actions. Although the actual outcome of these claims is currently indeterminable, in 2008 the City reports a liability of \$5,138,100 (2007 – 5,415,000) which, at this time, is management’s best estimate of expected future settlements.

**(c) Municipal Pension Plan:**

The City of Abbotsford 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 management of the Plan, including investment of assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The Plan has approximately 150,000 active and 54,000 retired members. Active members include approximately 32,000 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, 2006, indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009, with results available in 2010. The actuary does not attribute portions of the surplus to individual employers. The City of Abbotsford paid \$5,546,697 for employer contributions to the Plan in fiscal 2008 (\$4,955,603 in 2007). Employee contributions to the Plan in fiscal 2008 were \$4,337,690 (\$3,886,717 in 2007).

**(d) Municipal Finance Authority:**

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

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

The City has a cash receivable with the Authority, from the one percent paid to the Debt Reserve Fund, totaling \$1,422,243 (2007 - \$1,319,863). The balance of the City’s portion of the Debt Reserve Fund totals \$3,570,489 (2007 – \$2,724,939), for which the City has also executed demand notes in connection with each debenture totaling \$3,570,489 (2007 – \$2,724,939), whereby the City may be required to loan extra amounts to the Authority.



**(e) Reciprocal insurance exchange agreement:**

The City is a member of the Municipal Insurance Association (MIA), which operates under a reciprocal insurance exchange agreement. The main purposes of the exchange agreement are: (1) to pool the risk of third party liability claims against member municipalities (approximately 150) in order to allow for stable financial planning related to those liability claims; and (2) to engage in broad risk management strategies to reduce accidents or occurrences that may result in liability claims against the City. The City is assessed an annual premium by MIA based on factors such as population, administrative costs, premium tax, and re-insurance costs. MIA is subject to financial oversight by the Provincial Government.

**(f) Abbotsford International Airport:**

The City of Abbotsford acquired the Abbotsford International Airport from Transport Canada on January 1, 1997, for the nominal cost of ten dollars. Property and equipment transferred to the City were recorded at fair value in the amount of \$37,824,000. Conditions of the transfer agreement require that the property and equipment transferred to the City must be used for the operation of the airport. In the event the City ceases to operate the airport, the property and equipment will transfer back to Transport Canada for proceeds of ten dollars.

**(g) Gas Tax Agreement funds:**

Gas Tax Agreement funding is provided by the Government of Canada. The use of the funding is established by a funding agreement between the local government and the Union of British Columbia Municipalities. Gas Tax Agreement funding may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects, as specified in the funding agreements. If it is determined that these funds are not used for the purposes specified in the agreement, amounts may be repayable.

(in thousands)	2008	2007
Opening Balance	\$ 2,451	\$ 1,744
Add: Amount received	1,663	1,331
Interest earned	111	95
Less: Amount spent on projects	(1,014)	(719)
Closing balance	\$ 3,211	\$ 2,451

**15. WATER AND SEWER FUNDS:**

On January 1, 2000, the East Urban and Rural Waterworks areas were merged with the West Waterworks area, drawing basic water flows from the Central Fraser Valley Water Commission's Norrish Creek water system. To reflect the change in water supply, and to be consistent with the City's policy of equalizing taxes and costs of the former Districts of Abbotsford and Matsqui, the City of Abbotsford amalgamated its three waterworks funds into one fund. Similarly, the East and West Sewer area funds were also amalgamated into one fund.

The *Community Charter* requires repayment of debt to be borne by the applicable former specified area; therefore, debt schedules have not been merged.

#### 16. CONTRACTUAL OBLIGATIONS:

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

(in thousands) <u>Nature</u>	<u>Extent of Contracts</u>	<u>Estimated Remaining Expenditure</u>
Airport construction	\$ 2,001	\$ 1,873
Fire Hall equipment	1,799	1,799
Parks construction	1,048	25
Recreation construction	88,364	6,165
Road construction	8,710	2,802
Sewer construction	9,485	4,530
Water construction	10,087	2,869

#### 17. ACCOUNTING CHANGE FOR 2009 (TANGIBLE CAPITAL ASSETS):

For 2009, the City's consolidated financial statements must comply with Public Sector Accounting Board (PSAB) Standard 3150 relating to accounting and reporting for tangible capital assets. During 2008, the City began preparation of a comprehensive inventory listing of tangible capital assets, with valuations based on actual or estimated actual historical costs. During 2009, the City will complete tangible capital asset data collection and valuation, and will calculate accumulated amortization amounts and annual amortization expenses. The City will also continue development of internal accounting policies for tangible capital assets, and implement necessary changes to information systems and business processes. PSAB 3150 requires that, in the 2009 Consolidated Financial Statements, the City must restate the 2008 capital asset and capital expense amounts currently presented.

#### 18. CEMETERY CARE TRUST FUND:

The Cemetery Care Trust Fund is excluded from the Consolidated Financial Statements and is reported separately. The City administers the Cemetery Care Trust Fund for the perpetual care and maintenance of City-owned cemeteries. As at December 31, 2008, the trust fund balance is \$2,839,000 (2007 - \$2,689,000).

#### 19. COMPARATIVE FIGURES:

Certain of the prior year's figures have been reclassified to conform to the 2008 financial statement presentation.

## 20. CITY SERVICES FINANCIAL INFORMATION:

To comply with PSAB 2700 and make the City's consolidated financial statement more meaningful as a decision-making tool, Schedule Z has been prepared to conform to the new requirement of 'Segment Disclosure'. Of the three options suggested, the City has chosen 'Service-line segments' distinguished by outputs such as Police Service or Parks, Recreation and Culture and, for this reason, has substituted the word 'Service' for 'Segment'.

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

### **General Government Services**

Includes:

- Legislative and support services
- Legal services
- Economic development
- Corporate planning
- Human resources
- Financial services
- Information services
- Purchasing/stores
- Risk management

### **Police Protection**

Includes:

- Community policing
- Criminal investigations
- Patrol
- Victim services

### **Engineering**

Includes:

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

### **Fire Rescue Service & Other**

Includes:

- Emergency incident response
- Firefighter training
- Fire inspections and investigations
- Fire safety programs
- Medical assistance
- Animal control
- Search and rescue
- Restorative justice
- Building inspections

### **Parks, Recreation & Culture**

Includes:

- Recreation facilities and programs
- Parks and open space
- Health and wellness
- Cemeteries

### **Transit**

Includes:

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

**Solid Waste**

Includes:

- Collection and disposal
- Compost and recycling
- Environmental education

**Dyking & Irrigation**

Includes:

- Dyking and irrigation infrastructure
- Water management of City Dyking & Drainage Areas
- Irrigation services

**Sewer**

Includes:

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

**Development Services**

Includes:

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

**Drainage**

Includes:

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

**Water**

Includes:

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

**Airport**

Includes:

- National and international flights
- Passenger and cargo services



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## **AUDITORS' REPORT**

To the Mayor and Councillors of the  
City of Abbotsford

We have audited the Statement of Financial Position of the City of Abbotsford Cemetery Care Trust Fund as at December 31, 2008. This financial statement is the responsibility of the City's management. Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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, this financial statement presents fairly, in all material respects, the financial position of the Cemetery Care Trust Fund as at December 31, 2008 in accordance with Canadian generally accepted accounting principles.

*KPMG LLP*

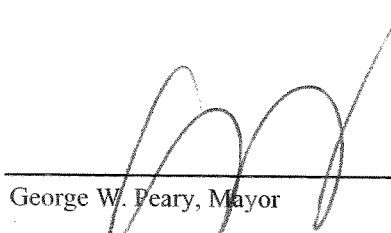
Chartered Accountants

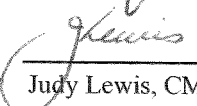
Abbotsford, British Columbia

March 20, 2009

**Cemetery Care Trust Fund**  
**Statement of Financial Position**
*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

	2008	2007
<b>FINANCIAL ASSETS</b>		
Portfolio investments	\$ 1,696	\$ 2,710
Accounts receivable	1,143	-
	<u>2,839</u>	<u>2,710</u>
<b>LIABILITIES</b>		
Accounts payable	-	21
<b>NET FINANCIAL ASSETS</b>	<u>\$ 2,839</u>	<u>\$ 2,689</u>
<b>EQUITY</b>		
Balance, beginning of year	\$ 2,689	\$ 2,623
Contributions	150	55
Investment earnings	108	158
Transfer to General Operating Fund	(108)	(147)
Balance, end of year	<u>\$ 2,839</u>	<u>\$ 2,689</u>


  
 George W. Peary, Mayor


  
 Judy Lewis, CMA, Acting General Manager  
 Finance & Corporate Services



## 1. SIGNIFICANT ACCOUNTING POLICIES:

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

### (a) Basis of accounting:

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

### (b) Portfolio Investments:

Portfolio investments are carried at cost.

### (c) Financial Instruments:

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

## 2. ACCOUNTS RECEIVABLE/PAYABLE:

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

## 3. INVESTMENTS:

Investments for 2008 are comprised of corporate and government investments.

(in thousands)	<u>2008</u>		<u>2007</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Portfolio investments	\$ 1,696	\$ 1,617	\$ 2,710	\$ 2,678
	<u>Long-term</u>		<u>Long-term</u>	
Duration	2-10 years		2-10 years	
Average holdings	\$ 2,624		\$ 2,160	
Annual yield	4.10%		5.09 %	

## 4. STATEMENT OF FINANCIAL ACTIVITIES:

In 2002, the Cemetery Care Trust Fund began expending funds on the perpetual care and maintenance of the City's cemeteries. In 2008, \$107,900 (2007 - \$147,400) was transferred to the general operating fund for cemetery operations. Contributions and investment earnings for the year ended December 31, 2008, are recorded directly to equity. A Statement of Financial Activities has not been prepared, as it would not provide further information since the changes to equity are reported in the Statement of Financial Position.

## General Operating Statement of Financial Position

### Exhibit 1

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ 100,468	\$ 88,209
Accounts receivable	26,040	18,753
Portfolio investments	91,193	99,857
Due from other funds (Schedule U)	4,470	2,119
	<u>222,171</u>	<u>208,938</u>
<b>LIABILITIES</b>		
Due to other funds (Schedule U)	105,298	107,447
Accounts payable and accrued liabilities	62,072	57,614
Deferred revenue	3,571	695
Restricted revenue	36,640	27,447
Reserve for future expenditure (Schedule A)	6,409	7,171
	<u>213,990</u>	<u>200,374</u>
<b>NET FINANCIAL ASSETS</b>	<u>\$ 8,181</u>	<u>\$ 8,564</u>
<b>FINANCIAL EQUITY</b>		
Balance, beginning of year	\$ 8,564	\$ 9,034
Change in fund balance (Exhibit 7)	(383)	(470)
Balance, end of year	<u>\$ 8,181</u>	<u>\$ 8,564</u>

## Waterworks Operating Statement of Financial Position

### Exhibit 2

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>FINANCIAL ASSETS</b>		
Accrued water rates receivable	\$ 10,616	\$ 9,954
Accounts receivable	4,736	3,606
	<u>15,352</u>	<u>13,560</u>
<b>LIABILITIES</b>		
Due to General Operating	3,424	2,060
Accrued interest payable	122	133
Restricted revenue	10,271	9,781
	<u>13,817</u>	<u>11,974</u>
<b>NET FINANCIAL ASSETS</b>	<u>\$ 1,535</u>	<u>\$ 1,586</u>
<b>FINANCIAL EQUITY</b>		
Balance, beginning of year	\$ 1,586	\$ 6,293
Change in fund balance (Exhibit 8)	(51)	(4,707)
Balance, end of year	<u>\$ 1,535</u>	<u>\$ 1,586</u>

## Sanitary Sewer Operating Statement of Financial Position

### Exhibit 3

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>FINANCIAL ASSETS</b>		
Due from General Operating	\$ 9,169	\$ 9,822
Development cost charges receivable	3,295	2,193
	<u>12,464</u>	<u>12,015</u>
<b>LIABILITIES</b>		
Accrued interest payable	36	39
Restricted revenue	8,334	7,415
	<u>8,370</u>	<u>7,454</u>
<b>NET FINANCIAL ASSETS</b>	<u>\$ 4,094</u>	<u>\$ 4,561</u>
<b>FINANCIAL EQUITY</b>		
Balance, beginning of year	\$ 4,561	\$ 3,884
Change in fund balance (Exhibit 9)	(467)	677
Balance, end of year	<u>\$ 4,094</u>	<u>\$ 4,561</u>

## Airport Operating Statement of Financial Position

### Exhibit 4

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>FINANCIAL ASSETS</b>		
Due from General Operating	\$ 1,320	\$ 1,007
Accounts receivable	539	667
	<u>1,859</u>	<u>1,674</u>
<b>LIABILITIES</b>		
Deposits held	128	129
Deferred revenue	42	40
Restricted revenues	513	329
	<u>683</u>	<u>498</u>
<b>NET FINANCIAL ASSETS</b>	<u>\$ 1,176</u>	<u>\$ 1,176</u>
<b>FINANCIAL EQUITY</b>		
Balance, beginning of year	\$ 1,176	\$ 1,176
Change in fund balance (Exhibit 10)	-	-
Balance, end of year	<u>\$ 1,176</u>	<u>\$ 1,176</u>

## Capital Statement of Financial Position

### Exhibit 5

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	General		Waterworks	
	2008	2007	2008	2007
<b>FINANCIAL ASSETS</b>				
Due to/(from) General Operating	\$ 5,078	\$ 16,615	\$ 10	\$ -
Government grants receivable	270	1,045	-	8
	<b>5,348</b>	<b>17,660</b>	<b>10</b>	<b>8</b>
<b>LIABILITIES</b>				
Due to/(from) General Operating	-	-	-	8
Deferred revenue	3,257	3,266	10	-
Long-term debt	86,120	45,331	11,538	13,889
	<b>89,377</b>	<b>48,597</b>	<b>11,548</b>	<b>13,897</b>
	<b>(84,029)</b>	<b>(30,937)</b>	<b>(11,538)</b>	<b>(13,889)</b>
<b>NET FINANCIAL ASSETS</b>				
Property and equipment	546,204	484,495	135,646	122,128
Construction-in-progress	71,318	43,321	6,340	9,242
Inventories	1,482	948	-	-
Down-payment on capital projects	397	-	-	-
	<b>619,401</b>	<b>528,764</b>	<b>141,986</b>	<b>131,370</b>
	<b>\$ 535,372</b>	<b>\$ 497,827</b>	<b>\$ 130,448</b>	<b>\$ 117,481</b>
<b>NET POSITION</b>				
<b>NON-FINANCIAL EQUITY</b>				
Equity in capital assets:				
Balance, beginning of year	\$ 482,485	\$ 450,793	\$ 117,481	\$ 103,399
Capital expenditures	92,097	78,432	10,612	5,196
Disposals	(2,391)	(4,946)	-	(16)
Adjustment	-	-	5	-
Debt:				
Debt proceeds received	(42,500)	(42,500)	-	-
Debt principal repayment	1,711	706	2,351	8,902
Balance, end of year	<b>531,402</b>	<b>482,485</b>	<b>130,449</b>	<b>117,481</b>
Equity in inventories:				
Balance, beginning of year	948	851	-	-
Increase/(decrease) in inventory	534	97	-	-
Increase/(decrease) in down payments	397	-	-	-
Balance, end of year	<b>1,879</b>	<b>948</b>	<b>-</b>	<b>-</b>
	<b>533,281</b>	<b>483,433</b>	<b>130,449</b>	<b>117,481</b>
<b>EQUITY IN PHYSICAL ASSETS</b>				
Equity in financial assets:				
Balance, beginning of year	14,394	-	-	-
Debt proceeds received	42,500	42,500	-	-
Debt proceeds used for capital	(54,803)	(28,106)	-	-
Internal borrowing	-	-	-	-
Balance, end of year	<b>2,091</b>	<b>14,394</b>	<b>-</b>	<b>-</b>
	<b>\$ 535,372</b>	<b>\$ 497,827</b>	<b>\$ 130,449</b>	<b>\$ 117,481</b>
<b>FUND POSITION</b>				

**Exhibit 5**  
 ...Continued

Sanitary Sewer		Airport		Internal Borrowing		Total	
2008	2007	2008	2007	2008	2007	2008	2007
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,088	\$ 16,615
843	-	213	51	-	-	1,326	1,104
843	-	213	51	-	-	6,414	17,719
833	-	213	51	-	-	1,046	59
10	-	-	-	-	-	3,277	3,266
7,212	7,704	-	-	-	-	104,870	66,924
8,055	7,704	213	51	-	-	109,193	70,249
(7,212)	(7,704)	-	-	-	-	(102,779)	(52,530)
94,275	86,109	70,393	67,225	-	-	846,518	759,957
5,379	6,070	790	698	-	-	83,827	59,331
-	-	-	2	-	-	1,482	950
-	-	-	-	-	-	397	-
99,654	92,179	71,183	67,925	-	-	932,224	820,238
\$ 92,442	\$ 84,475	\$ 71,183	\$ 67,925	\$ -	\$ -	\$ 829,445	\$ 767,708
\$ 84,475	\$ 77,226	\$ 67,923	\$ 65,883	\$ -	\$ 200	\$ 752,364	\$ 697,501
7,474	2,910	3,305	1,840	-	-	113,488	88,378
-	(30)	(45)	-	-	-	(2,436)	(4,992)
-	-	-	-	-	-	5	-
-	-	-	-	-	-	(42,500)	(42,500)
492	4,369	-	200	-	(200)	4,554	13,977
92,441	84,475	71,183	67,923	-	-	825,475	752,364
-	-	-	2	-	-	948	853
-	-	-	-	-	-	534	97
-	-	-	-	-	-	397	-
-	-	-	2	-	-	1,879	950
92,441	84,475	71,183	67,925	-	-	827,354	753,314
-	-	-	-	-	(200)	14,394	(200)
-	-	-	-	-	-	42,500	42,500
-	-	-	-	-	-	(54,803)	(28,106)
-	-	-	-	-	200	-	200
-	-	-	-	-	-	2,091	14,394
\$ 92,441	\$ 84,475	\$ 71,183	\$ 67,925	\$ -	\$ -	\$ 829,445	\$ 767,708

**Reserves****Statement of Financial Position****Exhibit 6***For the Year ended December 31, 2008, with comparative figures for 2007**In thousands*

	OPERATING		-----CAPITAL			
			General	Storm Drainage		
FINANCIAL ASSETS						
Due from General Operating Fund	\$	6,409	\$	23,941	\$	9,956
NET FINANCIAL ASSETS						
	\$	6,409	\$	23,941	\$	9,956
FINANCIAL EQUITY						
Balance, beginning of year	\$	7,171	\$	22,604	\$	9,634
Change in fund balance (Exhibit 12)		(762)		1,337		322
Balance, end of year	\$	6,409	\$	23,941	\$	9,956



**Exhibit 6**  
...Continued

<b>RESERVES-----</b>					
<b>Waterworks</b>	<b>Sanitary Sewer</b>	<b>Airport</b>	<b>2008</b>		<b>2007</b>
\$ 26,894	\$ 21,662	\$ 7,268	\$ <b>96,130</b>	\$	87,174
\$ 26,894	\$ 21,662	\$ 7,268	\$ <b>96,130</b>	\$	87,174
\$ 23,950	\$ 19,234	\$ 4,581	\$ <b>87,174</b>	\$	84,615
2,944	2,428	2,687	<b>8,956</b>		2,559
\$ 26,894	\$ 21,662	\$ 7,268	\$ <b>96,130</b>	\$	87,174

**General Operating  
Statement of Financial Activities**
**Exhibit 7***For the Year ended December 31, 2008, with comparative figures for 2007**In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Municipal taxation:			
General	\$ 58,433	\$ <b>58,680</b>	\$ 54,164
Police (Schedule F)	29,771	<b>29,897</b>	28,240
Library (Schedule K)	2,630	<b>2,638</b>	2,539
Dyking, drainage & irrigation (Schedule I)	1,522	<b>1,511</b>	1,273
Other (Schedule B)	1,993	<b>2,093</b>	1,958
Grants in lieu of taxes:			
Federal government	1,021	<b>981</b>	999
Provincial governments and agencies	582	<b>630</b>	547
Fees and charges:			
Transit (Schedule E)	1,753	<b>1,702</b>	1,672
Police (Schedule F)	2,619	<b>4,877</b>	4,144
Solid waste (Schedule H1)	3,412	<b>3,544</b>	3,206
Urban storm drainage (Schedule H2)	2,919	<b>2,919</b>	2,760
Parks, recreation and culture (Schedule J)	4,302	<b>4,878</b>	4,002
Other	3,499	<b>3,447</b>	3,752
Licences and permits (Schedule C)	7,281	<b>6,594</b>	6,434
Rental			
Police (Schedule F)	33	<b>6</b>	30
Other	1,820	<b>1,684</b>	1,861
Internal recovery of equipment costs	1,393	<b>1,021</b>	1,015
Interest and tax penalties	1,800	<b>3,520</b>	2,862
Municipal Finance Authority refunds	84	<b>138</b>	81
Government grants			
Transit (Schedule E)	2,638	<b>2,883</b>	2,218
Police (Schedule F)	2,134	<b>2,115</b>	2,092
Other	203	<b>537</b>	279
<b>TOTAL REVENUES</b>	<b>\$ 131,842</b>	<b>\$ 136,295</b>	<b>\$ 126,128</b>

**Exhibit 7**  
...Continued

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>EXPENSE</b>			
General government services (Schedule D)	12,842	<b>13,167</b>	13,877
Transit (Schedule E)	6,285	<b>6,397</b>	5,366
Police services (Schedule F)	33,399	<b>36,074</b>	31,768
Fire & other protective services			
Fire protection (Schedule G)	12,011	<b>12,026</b>	10,753
Other protection (Schedule G1)	2,392	<b>2,468</b>	2,129
Engineering			
Transportation (Schedule H)	9,624	<b>10,337</b>	9,936
Solid waste (Schedule H1)	3,605	<b>3,964</b>	3,145
Drainage (Schedule H2)	851	<b>911</b>	983
Dyking, drainage and irrigation (Schedule I)			
Matsqui Prairie	930	<b>916</b>	827
Sumas Prairie	1,514	<b>1,481</b>	1,369
Parks, recreation & culture (Schedule J)	14,739	<b>14,721</b>	11,685
Library services (Schedule K)	2,993	<b>2,989</b>	2,859
Development services (Schedule L)	3,243	<b>3,319</b>	3,114
	<b>104,428</b>	<b>108,770</b>	97,811
<b>NET OPERATING REVENUE</b>	27,414	<b>27,525</b>	28,317
Debt interest	(4,588)	<b>(4,282)</b>	(1,086)
Transfer to Storm Sewer Capital Reserve	(1,546)	<b>(1,698)</b>	(1,692)
Transfer to Capital (inventory)	-	<b>(532)</b>	(97)
Transfer to General Capital Reserve	(20,696)	<b>(20,664)</b>	(26,387)
Transfer to Operating Reserve	(345)	<b>(1,498)</b>	(1,462)
Transfer from Operating Reserve	2,678	<b>2,477</b>	2,643
	2,917	<b>1,328</b>	236
Debt principal repayments	(2,917)	<b>(1,711)</b>	(706)
<b>CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ (383)</b>	<b>\$ (470)</b>

## Waterworks Operating Statement of Financial Activities

**Exhibit 8**

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Fees and charges:			
User rates	\$ 14,179	\$ <b>13,624</b>	\$ 12,865
Other	1,161	<b>1,163</b>	1,341
Rental	-	<b>12</b>	12
Interest	300	-	101
Government grants	187	<b>374</b>	374
Municipal Finance Authority refunds	9	<b>549</b>	551
	<u>15,836</u>	<u><b>15,722</b></u>	<u>15,244</u>
<b>EXPENSE</b>			
Abbotsford-Mission supply and transmission	2,332	<b>1,850</b>	1,731
Administration	1,048	<b>1,290</b>	1,073
Local supply and distribution	1,567	<b>1,244</b>	1,227
Meters	642	<b>538</b>	719
Hydrants	238	<b>248</b>	237
Maintenance	-	<b>53</b>	-
	<u>5,827</u>	<u><b>5,223</b></u>	<u>4,987</u>
<b>NET OPERATING REVENUE</b>	<b>10,009</b>	<b>10,499</b>	10,257
Debt interest	(660)	<b>(651)</b>	(1,086)
Transfer to Capital Reserve	(7,000)	<b>(7,549)</b>	(4,976)
	<u>2,349</u>	<u><b>2,299</b></u>	<u>4,195</u>
Debt principal repayments	(2,349)	<b>(2,350)</b>	(8,902)
<b>CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ <b>(51)</b></u>	<u>\$ (4,707)</u>

## Sanitary Sewer Operating Statement of Financial Activities

**Exhibit 9**

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Municipal taxation	\$ -	\$ 2	\$ 1,209
Fees and charges:			
User rates	7,798	<b>7,954</b>	6,004
Industrial surcharges	658	<b>591</b>	737
Deposits taken into revenue	-	-	1,102
Other	1,447	<b>1,572</b>	1,593
Interest	400	<b>373</b>	454
Municipal Finance Authority refunds	6	<b>137</b>	152
	<b>10,309</b>	<b>10,629</b>	11,251
<b>EXPENSE</b>			
Joint Abbotsford-Mission Environmental System (JAMES) Plant	3,403	<b>3,125</b>	2,800
Administration	791	<b>860</b>	852
Maintenance	780	<b>642</b>	680
	<b>4,974</b>	<b>4,627</b>	4,332
<b>NET OPERATING REVENUE</b>	<b>5,335</b>	<b>6,002</b>	6,919
Debt interest	(444)	<b>(439)</b>	(619)
Transfer to Capital Reserve	(4,400)	<b>(5,537)</b>	(1,254)
	<b>491</b>	<b>26</b>	5,046
Debt principal repayments	(491)	<b>(493)</b>	(4,369)
<b>CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ (467)</b>	\$ 677



## Airport Operating Statement of Financial Activities

**Exhibit 10**

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Fees and charges:			
Aeronautical fees	\$ 1,334	\$ 1,210	\$ 1,515
Public parking fees	1,084	1,229	1,085
Concessions	782	832	738
Airport improvement fees	-	-	204
Other	159	232	172
Licenses and permits	2	-	4
Rental	1,260	1,514	1,225
Interest and penalties	45	75	70
	<u>4,666</u>	<u>5,092</u>	<u>5,013</u>
<b>EXPENSE</b>			
Administration	1,338	1,174	1,234
Air-side services	871	945	702
Terminal complex and mobile equipment	950	1,013	911
Ground-side services	311	329	270
	<u>3,470</u>	<u>3,461</u>	<u>3,117</u>
<b>NET OPERATING REVENUE</b>	<b>1,196</b>	<b>1,631</b>	<b>1,896</b>
Transfer to Airport Reserve	(1,196)	(1,631)	(1,692)
Debt interest - internal borrowing	-	-	(4)
	-	-	200
Debt principal repayments	-	-	(200)
<b>CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## Capital Statement of Financial Activities

Exhibit 11

For the Year ended December 31, 2008, with comparative figures for 2007

In thousands

	2008 Plan	General 2008	2007	Waterworks 2008	2007
<b>REVENUE</b>					
Capital:					
Contribution from Airport Reserve	\$ 1,350	\$ -	\$ -	\$ -	\$ -
Contribution from Capital Reserves	81,209	<b>22,540</b>	35,745	<b>5,610</b>	1,660
Contributions from developers	61,462	<b>11,897</b>	8,133	<b>5,010</b>	2,048
Airport improvement fees	1,440	-	-	-	-
Customer facility charges	25	-	-	-	-
Government grants	17,287	<b>2,816</b>	5,885	<b>(8)</b>	6
Other contributions	16,404	<b>438</b>	563	-	1,482
Inventories:		-			
Contribution from General Operating	-	<b>534</b>	97	-	-
	179,177	<b>38,225</b>	50,423	<b>10,612</b>	5,196
<b>EXPENSE</b>					
Capital expenditures	238,177	<b>92,097</b>	78,432	<b>10,612</b>	5,196
Increase(decrease) in capital downpayments	-	<b>397</b>	-	-	-
Increase(decrease) in inventories	-	<b>534</b>	97	-	-
	238,177	<b>93,028</b>	78,529	<b>10,612</b>	5,196
<b>NET REVENUE</b>	(59,000)	<b>(54,803)</b>	(28,106)	-	-
Fiscal services:					
Proceeds on long-term debt	47,500	<b>42,500</b>	42,500	-	-
<b>CHANGE IN FUND BALANCES</b>	\$ (11,500)	<b>\$ (12,303)</b>	\$ 14,394	\$ -	\$ -



**Exhibit 11**  
...Continued

Sanitary Sewer		Airport		2008	2007
2008	2007	2008	2007	Actual	Actual
\$ -	\$ -	\$ (806)	\$ (203)	\$ (806)	\$ (203)
<b>3,924</b>	1,426	<b>50</b>	-	<b>32,124</b>	38,831
<b>2,851</b>	1,484	-	-	<b>19,758</b>	11,665
-	-	<b>2,262</b>	1,924	<b>2,262</b>	1,924
-	-	<b>22</b>	29	<b>22</b>	29
<b>668</b>	-	<b>1,727</b>	51	<b>5,203</b>	5,942
<b>31</b>	-	<b>50</b>	39	<b>519</b>	2,084
-	-	-	-	<b>534</b>	97
<b>7,474</b>	2,910	<b>3,305</b>	1,840	<b>59,616</b>	60,369
<b>7,474</b>	2,910	<b>3,305</b>	1,840	<b>113,488</b>	88,378
-	-	-	-	<b>397</b>	-
-	-	-	-	<b>534</b>	97
<b>7,474</b>	2,910	<b>3,305</b>	1,840	<b>114,419</b>	88,475
-	-	-	-	<b>(54,803)</b>	(28,106)
-	-	-	-	<b>42,500</b>	42,500
<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (12,303)</b>	<b>\$ 14,394</b>

**Reserves****Statement of Financial Activities****Exhibit 12***For the Year ended December 31, 2008, with comparative figures for 2007**In thousands*

	-----CAPITAL			
	2008 Plan	Operating	General	Storm Drainage
<b>REVENUE</b>				
Appropriations:				
Operating Reserve	\$ -	\$ -	\$ -	\$ -
General Operating	22,587	1,498	20,664	1,698
Waterworks Operating	7,000	-	-	-
Sanitary Sewer Operating	4,400	-	-	-
Airport Operating	1,196	-	-	-
Other Revenue:				
Interest income	3,030	217	916	384
Net proceeds from sale of capital assets	1,950	-	560	-
Other contributions	-	-	32	-
Adjustments	-	-	(5)	-
	40,163	1,715	22,167	2,082
<b>EXPENSE</b>				
Deduct appropriations:				
General Capital	50,051	-	20,780	1,760
Waterworks Capital	18,173	-	-	-
Sanitary Sewer Capital	12,985	-	-	-
Airport Capital	1,350	-	50	-
General Capital Reserve	-	-	-	-
General Operating	2,678	2,477	-	-
	85,237	2,477	20,830	1,760
<b>CHANGE IN FUND BALANCE</b>	<b>\$ (45,074)</b>	<b>\$ (762)</b>	<b>\$ 1,337</b>	<b>\$ 322</b>

(Exhibit 6)

**Exhibit 12**  
...Continued

**RESERVES-----**

<b>Waterworks</b>	<b>Sanitary Sewer</b>	<b>Airport</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
\$ -	\$ -	\$ -	\$ -	\$ 695
-	-	-	<b>23,860</b>	29,541
7,549	-	-	<b>7,549</b>	4,976
-	5,536	-	<b>5,536</b>	1,254
-	-	1,631	<b>1,631</b>	1,692
1,003	816	221	<b>3,557</b>	3,604
2	-	29	<b>591</b>	2,575
-	-	-	<b>32</b>	188
-	-	-	<b>(5)</b>	-
8,554	6,352	1,881	<b>42,751</b>	44,525
-	-	-	<b>22,540</b>	35,745
5,610	-	-	<b>5,610</b>	1,660
-	3,924	-	<b>3,924</b>	1,426
-	-	(806)	<b>(756)</b>	(203)
-	-	-	-	695
-	-	-	<b>2,477</b>	2,643
5,610	3,924	(806)	<b>33,795</b>	41,966
\$ 2,944	\$ 2,428	\$ 2,687	\$ <b>8,956</b>	\$ 2,559

**Ledgeview Properties Ltd.**  
**Statement of Financial Position**
**Exhibit 13***For the Year ended December 31, 2008, with comparative figures for 2007**In thousands*

	2008	2007
<b>ASSETS</b>		
Lease agreement receivable	\$ 78	\$ 72
Capital assets:		
Land	1,623	1,623
Buildings	294	294
	1,917	1,917
Less: Accumulated depreciation	294	294
	1,623	1,623
	\$ 1,701	\$ 1,695
<b>LIABILITY</b>		
Due to City of Abbotsford	\$ 78	\$ 72
<b>SHAREHOLDER EQUITY</b>		
Share capital	347	347
Contributed surplus	1,116	1,116
Retained earnings	160	160
	1,623	1,623
	\$ 1,701	\$ 1,695

# **Ledgeview Properties Ltd.** **Statement of Financial Activities**

**Exhibit 14**

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>REVENUE</b>		
Lease revenue	\$ 78	\$ 74
	<u>78</u>	<u>74</u>
<b>EXPENSE</b>		
Contribution to City of Abbotsford	78	74
	<u>78</u>	<u>74</u>
Retained earnings, beginning of year	160	160
Retained earnings, end of year	<u>\$ 160</u>	<u>\$ 160</u>



## Schedule of Operating Reserve

*For the Year ended December 31, 2008, with comparative figures for 2007*

**Schedule A**

*In thousands*

	Balance December 31 2007	Transfer from Operating Fund	Transfer to Operating Fund	Interest Earned	Balance December 31 2008
<b>PLANNED TRANSFERS</b>					
Debt retirement	\$ 3,923	\$ 65	\$ (927)	\$ 142	\$ 3,203
New facility operations	-	1,217	-	24	1,241
Insurance	357	-	-	14	371
Election	154	-	(157)	3	-
Sister City	10	-	-	-	10
Tradex Operating Reserve	98	95	-	6	199
	4,542	1,377	(1,084)	189	5,024
<b>OPERATING SURPLUS TRANSFERS</b>					
Police	1,703	-	(988)	-	715
Solid Waste	279	-	(284)	5	-
Sumas Prairie Dyking and Drainage	124	-	(64)	4	64
	2,106	-	(1,336)	9	779
<b>OTHER TRANSFERS</b>					
<b>General Government Services</b>					
External Audit	57	57	(57)	-	57
	57	57	(57)	-	57
<b>Parks, Recreation and Culture</b>					
Parks & Recreation	466	64	-	19	549
	466	64	-	19	549
<b>OPERATING RESERVE</b>	\$ 7,171	\$ 1,498	\$ (2,477)	\$ 217	\$ 6,409

## Schedule of Other Municipal Taxation Revenue

### Schedule B

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>MUNICIPAL TAXATION - OTHER</b>			
Utility tax	\$ 1,633	\$ 1,647	\$ 1,601
Business improvement assessment	144	195	140
Hotel tax	216	251	217
(Exhibit 7)	\$ 1,993	\$ 2,093	\$ 1,958

## Schedule of General Licence and Permit Revenue

### Schedule C

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>LICENCES AND PERMITS</b>			
Building permits	\$ 3,115	\$ 2,756	\$ 2,423
Soil removal fees	1,602	1,342	1,615
Business licences	759	773	687
Dog licences	243	242	243
Municipal licence plates	38	48	29
Secondary suite fees	1,095	1,106	1,024
Other licences and fees	429	327	413
(Exhibit 7)	\$ 7,281	\$ 6,594	\$ 6,434



**Schedule of General Government Services Financial Activities**
**Schedule D**
*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Municipal taxation	\$ 62,028	\$ <b>62,384</b>	\$ 57,600
Fees and charges	1,880	<b>1,132</b>	1,763
Licences and permits	38	<b>48</b>	29
Rental	1,794	<b>1,684</b>	1,851
Interest and penalties	1,800	<b>3,479</b>	2,821
Government grants	200	<b>305</b>	138
Municipal Finance Authority	84	<b>132</b>	45
	<b>67,824</b>	<b>69,164</b>	64,247
<b>EXPENSE</b>			
<b>LEGISLATIVE SERVICES</b>	617	<b>620</b>	534
<b>ADMINISTRATION &amp; CORPORATE PLANNING</b>			
General administration	379	<b>455</b>	310
Bylaw enforcement	670	<b>702</b>	663
Public safety inspection team	987	<b>536</b>	673
Elections	225	<b>324</b>	10
Building and real estate	81	<b>36</b>	83
<b>ECONOMIC DEVELOPMENT</b>	439	<b>544</b>	439
<b>CORPORATE SERVICES</b>			
Corporate administration	1,230	<b>1,114</b>	1,243
Finance	2,032	<b>1,842</b>	1,878
Purchasing	416	<b>457</b>	436
Risk management	1,463	<b>915</b>	2,503
Information services	2,889	<b>2,899</b>	2,506
Human resources	1,023	<b>1,368</b>	929
<b>OTHER</b>			
General municipal buildings	2,369	<b>2,648</b>	2,505
Transfers to other agencies	426	<b>513</b>	434
Common services	781	<b>737</b>	687
Less: cost recoveries	(3,185)	<b>(2,543)</b>	(1,956)
(Exhibit 7)	12,842	<b>13,167</b>	13,877
Debt interest	-	-	116
Transfer to Capital and Loan (inventory)	-	<b>2</b>	-
Transfer to General Capital Reserve	2,400	<b>2,446</b>	2,217
Transfer to Operating Reserve	280	<b>152</b>	219
Transfer from Operating Reserve	(1,169)	<b>(1,141)</b>	(2,015)
	<b>14,353</b>	<b>14,626</b>	14,414
<b>CONTRIBUTION TO GENERAL REVENUE</b>	<b>\$ 53,471</b>	<b>\$ 54,538</b>	\$ 49,833

## Schedule of Transit Financial Activities

### Schedule E

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	<b>2008 Plan</b>	<b>2008 Actual</b>	<b>2007 Actual</b>
<b>REVENUE</b>			
Provincial government grant	\$ 2,638	\$ <b>2,883</b>	\$ 2,218
Fares	1,150	<b>1,155</b>	1,089
BC Bus Pass program	449	<b>373</b>	434
Advertising and other	154	<b>174</b>	149
(Exhibit 7)	1,753	<b>1,702</b>	1,672
	<u>4,391</u>	<u><b>4,585</b></u>	<u>3,890</u>
<b>EXPENSE</b>			
Transfer to BC Transit	6,254	<b>6,382</b>	5,355
Other	31	<b>15</b>	11
(Exhibit 7)	<u>6,285</u>	<u><b>6,397</b></u>	<u>5,366</u>
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	<u>\$ (1,894)</u>	<u>\$ <b>(1,812)</b></u>	<u>\$ (1,476)</u>

## Schedule of Police Financial Activities

Schedule F

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Municipal taxation	\$ 29,771	\$ 29,897	\$ 28,240
Fees and charges:			
Salary recoveries	1,799	3,940	3,112
Other revenue	820	937	1,032
Government grants:			
Traffic fine revenue-sharing	2,000	2,000	2,000
Victim assistance	68	103	75
Constable program	16	12	17
Other	50	-	-
Rental	33	6	30
	34,557	36,895	34,506
<b>EXPENSE</b>			
Executive and police board	482	567	444
Finance and budget	326	355	323
Human resources	509	568	382
Recruiting	354	346	633
Training and qualifications	705	649	346
Criminal investigation	5,804	7,237	6,145
Operations	12,389	12,046	10,526
Community policing	2,548	1,932	1,840
Support services	5,497	5,912	5,593
Police common services	3,372	4,910	4,058
Vehicle repair	997	1,093	995
Police building	416	459	483
(Exhibit 7)	33,399	36,074	31,768
Debt interest	9	9	35
Transfer from Operating Reserve	(654)	(988)	-
Transfer to Capital and Loan (inventory)	-	(3)	8
Transfer to General Capital Reserve	1,680	1,680	1,680
Transfer to General Operating Reserve	-	-	712
	34,434	36,772	34,203
Debt principal repayment	123	123	303
	34,557	36,895	34,506
<b>CONTRIBUTION TO GENERAL REVENUE</b>	\$ -	\$ -	\$ -

## Schedule of Fire Rescue Services Financial Activities

### Schedule G

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Fees and charges	\$ 162	\$ 178	\$ 170
Licenses and permits	20	18	19
	182	196	189
<b>EXPENSE</b>			
Administration	\$ 481	\$ 401	\$ 440
Fire life and safety education	175	102	149
Fire prevention and inspection	799	709	691
Emergency response	10,010	10,242	8,848
Fire halls and ground maintenance	366	392	445
Fire flows and hydrants	180	180	180
(Exhibit 7)	12,011	12,026	10,753
Transfer to Capital and Loan (inventory)	-	2	1
Transfer to General Capital Reserve	947	947	906
	12,958	12,975	11,660
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	<b>\$ (12,776)</b>	<b>\$ (12,779)</b>	<b>\$ (11,471)</b>

## Schedule Other Protective Services Financial Activities

### Schedule G1

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Licences and permits:			
Building permits	\$ 3,116	\$ 2,756	\$ 2,422
Secondary Suite fees	1,095	1,106	1,024
Dog licences	243	242	243
Fees and charges	44	74	42
Interest and penalties	-	9	11
Government grants	-	37	26
	4,498	4,224	3,768
<b>EXPENSE</b>			
Animal control	291	347	303
Restorative Justice	100	100	67
Emergency services	266	294	274
Building inspections	1,735	1,727	1,485
(Exhibit 7)	2,392	2,468	2,129
<b>CONTRIBUTION TO GENERAL REVENUE</b>	\$ 2,106	\$ 1,756	\$ 1,639

## Schedule of Engineering Services Financial Activities

Schedule H

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Fees and charges:			
Engineering capital recoveries	\$ 443	\$ 457	\$ 456
Gravel sales	149	146	151
Recoveries	180	483	333
Map sales	22	12	15
Other	8	9	8
Licences and permits:			
Soil removal - temporary permits	102	173	205
Soil removal - monthly fees	1,500	1,169	1,410
Other	-	5	5
Equipment recoveries	1,393	1,021	1,015
Government grants	-	18	14
	<u>3,797</u>	<u>3,493</u>	<u>3,612</u>
<b>EXPENSE</b>			
<b>ADMINISTRATION</b>	\$ 1,374	\$ 1,239	\$ 1,418
<b>ENGINEERING</b>	2,467	2,673	2,432
<b>TRANSPORTATION</b>			
Services	2,143	2,082	1,909
Operations - roads	3,465	4,147	3,946
<b>EQUIPMENT FLEET</b>	175	196	231
(Exhibit 7)	<u>9,624</u>	<u>10,337</u>	<u>9,936</u>
Transfer to Capital and Loan (inventory)	-	519	86
Transfer to General Capital Reserve	13,946	13,520	12,973
Transfer from Operating Reserve	-	-	(241)
	<u>23,570</u>	<u>24,376</u>	<u>22,754</u>
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	<u>\$ (19,773)</u>	<u>\$ (20,883)</u>	<u>\$ (19,142)</u>

## Schedule of Solid Waste Financial Activities

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

**Schedule H1**

	<b>2008</b>	<b>2008</b>	<b>2007</b>
	<b>Plan</b>	<b>Actual</b>	<b>Actual</b>
<b>REVENUE</b>			
Fees and charges:			
Solid waste user fees	\$ 3,248	\$ <b>3,225</b>	\$ 3,074
Garbage stickers	37	<b>37</b>	37
Compost and yard waste fees	48	<b>158</b>	7
Recoveries & other	80	<b>120</b>	88
Rental	26	<b>4</b>	10
(Exhibit 7)	3,439	<b>3,544</b>	3,216
<b>EXPENSE</b>			
Planning, design and management	496	<b>457</b>	346
Operations and maintenance - Collection	1,732	<b>1,705</b>	1,556
Operations and maintenance - Disposal	1,377	<b>1,802</b>	1,243
(Exhibit 7)	3,605	<b>3,964</b>	3,145
Transfer from Operating Reserve	(193)	<b>(284)</b>	-
	3,412	<b>3,680</b>	3,145
<b>CONTRIBUTION TO/(FROM) GENERAL REVENUE</b>	<b>\$ 27</b>	<b>\$ (136)</b>	<b>\$ 71</b>

## Schedule of Drainage Financial Activities

Schedule H2

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Fees and charges:			
Storm drainage user fees	\$ 2,912	\$ 2,912	\$ 2,751
Other	19	35	20
MFA revenue	-	5	36
Government grants	-	-	9
(Exhibit 7)	2,931	2,952	2,816
<b>EXPENSE</b>			
Manholes and catch basins	165	139	192
Storm sewers and detention	463	393	231
Culverts	146	110	114
Creeks, ditches and dykes	61	147	126
Recoverable work	-	122	8
Other	16	-	312
(Exhibit 7)	851	911	983
Transfer to Storm Sewer Capital Reserve	1,546	1,698	1,692
Transfer from Operating Reserve	-	-	(1)
	2,397	2,609	2,674
<b>DRAINAGE SURPLUS</b>			
	534	343	142
Matsqui Prairie Dyking, Drainage & Irrigation (Schedule I)	(397)	(362)	(372)
Sumas Prairie Dyking, Drainage & Irrigation (Schedule I)	(352)	(351)	(252)
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	\$ (215)	\$ (370)	\$ (482)



## Schedule of Dyking, Drainage and Irrigation Financial Activities

### Schedule I

For the Year ended December 31, 2008, with comparative figures for 2007

In thousands

	MATSQUI PRAIRIE			SUMAS PRAIRIE		
	2008 Plan	2008 Actual	2007 Actual	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>						
General tax levy	\$ 588	\$ 590	\$ 473	\$ 934	\$ 921	\$ 800
Government grants	-	-	42	-	-	3
Other revenue	10	30	5	128	146	137
(Exhibit 7)	598	620	520	1,062	1,067	940
<b>EXPENSE</b>						
Dyking	45	57	33	66	66	73
Drainage	496	460	434	684	659	503
Storm	172	172	174	-	-	-
Irrigation	118	101	104	108	104	51
Administration	99	126	82	143	143	127
Pump stations	-	-	-	513	509	615
(Exhibit 7)	930	916	827	1,514	1,481	1,369
Transfer to Capital (inventory)	-	1	-	-	1	-
Transfer to Operating Reserve	65	65	65	-	-	-
Transfer from Operating Reserve	-	-	-	(100)	(64)	(177)
	995	982	892	1,414	1,418	1,192
<b>CONTRIBUTION FROM STORM DRAINAGE</b>	\$ (397)	\$ (362)	\$ (372)	\$ (352)	\$ (351)	\$ (252)

**Schedule of Parks, Recreation & Culture Financial Activities**
**Schedule J**
*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

	<b>2008 Actual</b>					<b>2008 Actual</b>	<b>2007 Actual</b>
	<b>2008 Plan</b>	<b>General</b>	<b>Parks</b>	<b>Recreation</b>	<b>Culture</b>		
<b>REVENUE</b>							
Fees and charges	\$ 4,302	\$ 186	\$ 739	\$ 3,927	\$ 26	\$ <b>4,878</b>	\$ 4,002
Grants	3	3	7	23	-	<b>33</b>	25
(Exhibit 7)	4,305	189	746	3,950	26	<b>4,911</b>	4,027
<b>EXPENSE</b>							
Operations (Exhibit 7)	14,739	1,059	5,695	7,257	710	<b>14,721</b>	11,685
Debt interest	4,579	368	-	3,446	459	<b>4,273</b>	935
Transfer to Capital (inventory)	-	-	6	4	-	<b>10</b>	2
Transfers to General Capital Reserve	1,723	132	1,262	617	60	<b>2,071</b>	8,611
Transfers from Operating Reserve	(462)	-	-	-	-	<b>-</b>	(114)
Transfers to Operating Reserve	-	-	-	1,113	168	<b>1,281</b>	466
	20,579	1,559	6,963	12,437	1,397	<b>22,356</b>	21,585
Debt principal repayments	2,794	424	-	996	168	<b>1,588</b>	403
	23,373	1,983	6,963	13,433	1,565	<b>23,944</b>	21,988
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	\$ (19,068)	\$ (1,794)	\$ (6,217)	\$ (9,483)	\$ (1,539)	\$ <b>(19,033)</b>	\$ (17,961)

## Schedule of Library Services Financial Activities

Schedule K

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Municipal tax for regional library	\$ 2,630	\$ 2,638	\$ 2,539
Fees and charges	-	9	9
	<u>2,630</u>	<u>2,647</u>	<u>2,548</u>
<b>EXPENSE</b>			
Transfer to Fraser Valley Regional Library	2,630	2,638	2,541
Library operating costs	363	351	318
(Exhibit 7)	<u>2,993</u>	<u>2,989</u>	<u>2,859</u>
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	<u>\$ (363)</u>	<u>\$ (342)</u>	<u>\$ (311)</u>

## Schedule of Development Services Financial Activities

### Schedule L

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Plan	2008 Actual	2007 Actual
<b>REVENUE</b>			
Business licences	\$ 759	\$ 773	\$ 687
Development permit application fees	130	130	85
Rezoning application fees	125	76	120
Subdivision application fees	100	53	112
Other miscellaneous licences and permits	54	46	72
Development fees on Engineering projects	425	684	553
Other fees and charges	35	58	96
Interest and penalties	-	33	30
Grants	-	144	21
	1,628	1,997	1,776
<b>EXPENSE</b>			
Current development	\$ 3,153	\$ 3,255	\$ 3,031
Licence inspection	90	64	83
(Exhibit 7)	3,243	3,319	3,114
Transfer from Operating Reserve	(100)	-	(95)
<b>CONTRIBUTION FROM GENERAL REVENUE</b>	<b>\$ (1,515)</b>	<b>\$ (1,322)</b>	<b>\$ (1,243)</b>

**Abbotsford/Mission Water Capital  
Statement of Financial Position**

Schedule M

*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

	2008			2007		
	Abbotsford	Mission	Total	Abbotsford	Mission	Total
<b>TANGIBLE CAPITAL ASSETS</b>	\$ 66,104	\$ 18,296	\$ 84,400	\$ 62,676	\$ 17,213	\$ 79,889
<b>NON-FINANCIAL EQUITY</b>						
Equity in capital assets:						
Balance, beginning of year	\$ 62,676	\$ 17,213	\$ 79,889	\$ 60,437	\$ 16,577	\$ 77,014
Current year capital expenditures	3,428	1,083	4,511	2,255	640	2,895
Disposals	-	-	-	(16)	(4)	(20)
Balance, end of year	\$ 66,104	\$ 18,296	\$ 84,400	\$ 62,676	\$ 17,213	\$ 79,889

Note:

The shared water services do not indicate any debt incurred by the participating members, Abbotsford and Mission. Each of the members of the shared services is responsible for its own financing, and any debt incurred by the municipalities will be shown in the financial statements of the individual municipalities.

**Abbotsford/Mission Water Services  
Statement of Financial Activities**

Schedule N

For the Year ended December 31, 2008, with comparative figures for 2007

In thousands

	<b>2008</b>			<b>2008</b>	<b>2007</b>
	<b>Plan</b>	<b>2008 Actual</b>		<b>Actual</b>	<b>Actual</b>
	<b>Total</b>	<b>Abbotsford</b>	<b>Mission</b>	<b>Total</b>	
<b>REVENUE</b>					
Leases	\$ 16	\$ 12	\$ 4	\$ 16	\$ 16
Other revenue	13	11	3	14	61
	29	23	7	30	77
<b>EXPENSE</b>					
General services	1,018	733	229	962	742
Wells purchase	330	251	79	330	330
Lab supplies, sampling and analysis	109	75	24	99	111
Inspections	170	120	38	158	194
Maintenance	768	429	136	565	515
Treatment and disinfection	267	56	18	74	117
Utilities	331	186	59	245	214
	2,993	1,850	583	2,433	2,223
<b>NET OPERATING REVENUE/(EXPENSE)</b>	<b>\$ (2,964)</b>	<b>\$ (1,827)</b>	<b>\$ (576)</b>	<b>\$ (2,403)</b>	<b>\$ (2,146)</b>
<b>CAPITAL EXPENSE</b>					
	\$ 16,454	\$ 3,428	\$ 1,083	\$ 4,511	\$ 2,895

**Abbotsford/Mission Sewer Capital  
Statement of Financial Position**

Schedule O

*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

	2008			2007		
	Abbotsford	Mission	Total	Abbotsford	Mission	Total
<b>TANGIBLE CAPITAL ASSETS</b>	\$ 51,835	\$ 11,689	\$ 63,524	\$ 45,611	\$ 10,056	\$ 55,667
<b>NON-FINANCIAL EQUITY</b>						
Equity in capital assets:						
Balance, beginning of year	\$ 45,611	\$ 10,056	\$ 55,667	\$ 44,081	\$ 9,630	\$ 53,711
Current year capital expenditures	6,224	1,633	7,857	1,530	426	1,956
Balance, end of year	\$ 51,835	\$ 11,689	\$ 63,524	\$ 45,611	\$ 10,056	\$ 55,667

Note:

The shared sewer services do not indicate any debt incurred by the participating members, Abbotsford and Mission. Each of the members of the shared services is responsible for its own financing, and any debt incurred by the municipalities will be shown in the financial statements of the individual municipalities.

**Abbotsford/Mission Sewer Services**  
**Statement of Financial Activities**
**Schedule P***For the Year ended December 31, 2008, with comparative figures for 2007**In thousands*

	<b>2008</b>			<b>2008</b>	<b>2007</b>
	<b>Plan</b>	<b>2008 Actual</b>		<b>Actual</b>	<b>Actual</b>
	<b>Total</b>	<b>Abbotsford</b>	<b>Mission</b>	<b>Total</b>	
<b>REVENUE</b>					
Industrial surcharges	\$ 913	\$ 591	\$ 155	\$ 746	\$ 942
Disposal fees	140	124	33	157	173
Disposal fees - truck charges	36	37	10	47	48
Biosolids fabricated soils	42	7	2	9	-
Recoveries	1,330	1,108	290	1,398	1,246
Rentals/leases	11	1	-	1	11
	<u>2,472</u>	<u>1,868</u>	<u>490</u>	<u>2,358</u>	<u>2,420</u>
<b>EXPENSE</b>					
<b>General</b>					
General services	850	658	169	827	730
General plant maintenance	270	166	43	209	213
	<u>1,120</u>	<u>824</u>	<u>212</u>	<u>1,036</u>	<u>943</u>
<b>Wastewater Treatment</b>					
Operations	1,444	1,082	283	1,365	1,251
Maintenance	807	590	155	745	587
	<u>2,251</u>	<u>1,672</u>	<u>438</u>	<u>2,110</u>	<u>1,838</u>
<b>Environmental Management</b>					
Wastewater testing and analysis	424	299	78	377	321
Biosolids management	538	330	86	416	471
	<u>962</u>	<u>629</u>	<u>164</u>	<u>793</u>	<u>792</u>
	<u>4,333</u>	<u>3,125</u>	<u>814</u>	<u>3,939</u>	<u>3,573</u>
<b>NET OPERATING REVENUE/(EXPENSE)</b>	<u>\$ (1,861)</u>	<u>\$ (1,257)</u>	<u>\$ (324)</u>	<u>\$ (1,581)</u>	<u>\$ (1,153)</u>
<b>CAPITAL EXPENSE</b>	<u>\$ 22,157</u>	<u>\$ 6,224</u>	<u>\$ 1,633</u>	<u>\$ 7,857</u>	<u>\$ 1,956</u>



## Schedule of Debt Outstanding and Debt Servicing by Function and Operating Fund

Schedule Q

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	Debt		2008 Debt Servicing				Debt
	Outstanding						Outstanding
	December 31						December 31
	2007	Additions	Principal	Interest	Total		2008
Protective services	\$ 123	\$ -	\$ 123	\$ 9	\$ 132	\$ -	
Water, sewer and dyking services	331	-	65	26	91	266	
Abbotsford-Mission water and sewer	21,262	-	2,778	1,063	3,841	18,484	
Parks, recreation and cultural services	45,208	42,500	1,588	4,273	5,861	86,120	
	<u>\$ 66,924</u>	<u>\$ 42,500</u>	<u>\$ 4,554</u>	<u>\$ 5,371</u>	<u>\$ 9,925</u>	<u>\$ 104,870</u>	

	Debt		2008 Debt Servicing				Debt
	Outstanding						Outstanding
	December 31						December 31
	2007	Additions	Principal	Interest	Total		2008
General	\$ 45,331	\$ 42,500	\$ 1,711	\$ 4,282	\$ 5,993	\$ 86,120	
Waterworks	331	-	65	26	91	266	
Abbotsford-Mission water	13,558	-	2,286	624	2,910	11,272	
Abbotsford-Mission sewer	7,704	-	492	439	931	7,212	
	<u>\$ 66,924</u>	<u>\$ 42,500</u>	<u>\$ 4,554</u>	<u>\$ 5,371</u>	<u>\$ 9,925</u>	<u>\$ 104,870</u>	

## Schedule of General Debt Outstanding and Debt Servicing

**Schedule R**

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

<b>Debt</b>	<b>By-law Number</b>	<b>MFA Issue Number</b>	<b>Interest Rate (%)</b>	<b>Debt Outstanding December 31 2008</b>	<b>2008 Debt Servicing Principal</b>	<b>Interest</b>
<b>DEBENTURES</b>						
Abbotsford Recreation Centre	2432	55	8.500	\$ 2,284	\$ 424	\$ 368
Police building expansion	692-98	69	5.550	-	123	9
Entertainment & Sports Centre	1586	102	5.000	54,340	660	2,527
Cultural Centre	1587	102	5.000	9,832	168	459
Community Centre	1588	102	5.000	19,664	336	919
				<u>86,120</u>	<u>1,711</u>	<u>4,282</u>
<b>TOTAL GENERAL OPERATING DEBT (Exhibit 5)</b>				<u>\$ 86,120</u>		
<b>TOTAL GENERAL OPERATING - DEBT SERVICING (Schedule Q)</b>					<u>\$ 1,711</u>	<u>\$ 4,282</u>

## Schedule of General Debt Servicing by Function

Schedule S

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

Function	Bylaw Number	MFA Issue Number	Interest Rate %	Original Year of Maturity	Debt		2008 Debt Servicing		Total Debt Servicing
					Outstanding December 31 2008		Principal	Interest	
<b>Police Protection</b>									
Building expansion	692-98	69	5.550	2009	\$ -	\$ 123	\$ 9	\$ 132	
					-				
(Schedule F)						123	9	132	
<b>Parks, Recreation &amp; Cultural Services</b>									
Abbotsford Recreation Centre	2432	55	8.500	2013	2,284	424	368	792	
Entertainment & Sports Centre	1586	102	5.000	2032	54,340	660	2,527	3,187	
Cultural Centre	1587	102	5.000	2027	9,832	168	459	627	
Community Centre	1588	102	5.000	2027	19,664	336	919	1,255	
					86,120				
(Schedule J)						1,588	4,273	5,861	
<b>Total Debt</b>					\$ 86,120				
<b>TOTAL GENERAL OPERATING - DEBT SERVICING</b>						\$ 1,711	\$ 4,282	\$ 5,993	

**Schedule of Utility Debt Outstanding and Debt Servicing**
**Schedule T**
*For the Year ended December 31, 2008, with comparative figures for 2007*
*In thousands*

				Debt		
Bylaw Number	MFA Issue Number	Interest Rate (%)	Year of Maturity	Outstanding December 31 2008	2008 Debt Servicing	
					Principal	Interest
WEST WATERWORKS						
3529	53	6.100	2012	\$ 266	\$ 65	\$ 26
Total debt				266		
Total debt servicing					65	26
JOINT WATERWORKS						
330	33	12.375	2008	-	550	31
193	68	5.500	2021	-	1,102	16
454	75	7.250	2021	2,079	112	128
586	80	4.900	2023	6,450	285	315
567	83	3.710	2013	904	162	40
655-393	85	4.900	2024	1,839	74	95
Total debt				11,272		
Total debt servicing					2,285	625
Total waterworks debt				\$ 11,538		
Total waterworks debt servicing					\$ 2,350	\$ 651
JOINT SEWER						
558-533	63	4.000	2016	\$ 668	\$ 70	\$ 22
326-125	71	5.990	2019	449	30	31
326-164	71	5.999	2019	2,156	145	146
326-533	71	5.990	2019	1,482	99	101
455	75	7.250	2021	667	36	41
655-325	85	4.900	2024	1,743	70	90
242	CMHC		2009	47	43	8
Total debt				\$ 7,212		
Total debt servicing					\$ 493	\$ 439

## Schedule of Inter-fund Balances

Schedule U

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>Amounts Receivable by the General Operating Fund:</b>		
Waterworks Operating	\$ 3,424	\$ 2,060
Waterworks Capital and Loan	-	8
Sanitary Sewer Capital and Loan	833	-
Airport Capital and Loan	213	51
(Exhibit 1)	<u>\$ 4,470</u>	<u>\$ 2,119</u>

	2008	2007
<b>Amounts Payable by the General Operating Fund:</b>		
Operating		
Sanitary Sewer	\$ 9,169	\$ 9,822
Airport	1,320	1,007
Capital and Loan		
General Capital and Loan	5,078	16,615
Waterworks Capital and Loan	10	
Reserves		
General Capital Reserve	23,652	22,604
Storm Drainage Capital Reserve	9,956	9,634
Cemetery Improvement Capital Reserve	212	-
Cemetery Land Reserve	82	-
Waterworks Capital Reserve	26,891	23,950
Sanitary Sewer Capital Reserve	21,662	19,234
Airport Reserve	7,268	4,581
Adjustment	(2)	-
(Exhibit 1)	<u>\$ 105,298</u>	<u>\$ 107,447</u>

## Schedule of Capital Assets

### Schedule V

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008	2007
<b>GENERAL</b>		
Abbotsford Recreation Centre	\$ 10,544	\$ 10,307
Administrative	28,658	28,567
Cemeteries	72	72
Central Fraser Valley Exhibition Park	10,120	9,736
Community centres	393	393
Community Recreation Centre	21,872	-
Cultural Centre	9,889	-
Drainage and irrigation facilities	8,271	8,204
Fire protection	17,734	15,983
Fleet	2,636	4,028
General civic buildings	5,983	5,764
Gravel pits and lands	910	938
Justice building	2,486	2,459
Ledgeview Golf Course	2,315	2,241
Matsqui Centennial Auditorium	7,189	7,189
Matsqui Recreation Centre	11,117	11,096
Museums and libraries	7,231	6,987
Parks and playgrounds	68,578	66,889
Police protection	17,520	16,489
Recreation Commission - general	14,120	14,030
Roadworks	291,745	266,302
Solid waste disposal facilities	1,721	1,721
Tradex facility	5,100	5,100
	<b>546,204</b>	<b>484,495</b>
Construction-in-progress	<b>71,318</b>	<b>43,321</b>
	<b>617,522</b>	<b>527,816</b>
<b>AIRPORT</b>		
Airport roads & parking lots	<b>5,693</b>	<b>5,149</b>
Buildings	<b>12,420</b>	<b>11,636</b>
Equipment	<b>4,157</b>	<b>2,493</b>
Land	<b>19,645</b>	<b>19,595</b>
Runways and taxiways	<b>28,478</b>	<b>28,352</b>
	<b>70,393</b>	<b>67,225</b>
Construction-in-progress	<b>790</b>	<b>698</b>
	<b>71,183</b>	<b>67,923</b>
<b>WATERWORKS SYSTEM</b>	<b>141,986</b>	<b>131,370</b>
<b>SEWER SYSTEM</b>	<b>99,654</b>	<b>92,179</b>
<b>TOTAL</b>	<b>\$ 930,345</b>	<b>\$ 819,288</b>

## Schedule of Expense by Function

Schedule W

*For the Year ended December 31, 2008, with comparative figures for 2007*

*In thousands*

	2008 Operating	2008 Capital	2008 Total	2007 Operating	2007 Capital	2007 Total
<b>EXPENSE BY FUNCTION</b>						
Parks, recreation & cultural services	\$ 21,778	\$ 63,897	\$ 85,675	\$ 15,309	\$ 39,004	\$ 54,313
Protective services	50,553	2,613	53,166	44,662	2,320	46,982
Engineering	21,060	24,971	46,031	13,487	29,325	42,812
Water, sewer & dyking services	13,081	18,217	31,298	13,161	8,575	21,736
General government	13,133	1,416	14,549	19,270	7,314	26,584
Airport	3,459	3,305	6,764	3,121	1,840	4,961
Development services	3,315	-	3,315	3,114	-	3,114
	<u>126,379</u>	<u>114,419</u>	<u>240,798</u>	<u>112,124</u>	<u>88,378</u>	<u>200,502</u>
Debt principal repayments			4,554			13,977
			<u>\$ 245,352</u>			<u>\$ 214,479</u>

**Schedule of Consolidated Statement of Financial Position****Schedule X***As at December 31, 2008**In thousands*

	<b>General Exhibit 1</b>	<b>Water Exhibit 2</b>	<b>Sewer Exhibit 3</b>	<b>Airport Exhibit 4</b>
<b>FINANCIAL ASSETS</b>				
Due from:				
General	\$ -	\$ -	\$ 9,169	\$ 1,320
Water	3,424	-	-	-
Airport capital	213	-	-	-
Sewer capital	833	-	-	-
	4,470	-	9,169	1,320
Cash	100,468	-	-	-
Accounts receivable	26,040	15,352	3,295	539
Portfolio investments	91,193	-	-	-
	222,171	15,352	12,464	1,859
<b>LIABILITIES</b>				
Due to:				
General Operating Fund	-	3,424	-	-
Waterworks Operating Fund	-	-	-	-
Sanitary Sewer Operating Fund	9,169	-	-	-
Airport Operating Fund	1,320	-	-	-
Reserve for Future Expenditure	6,409	-	-	-
General Capital Reserve	23,647	-	-	-
Cemetery Improvement Capital Reserve	212	-	-	-
Cemetery Land Capital Reserve	82	-	-	-
Storm Drainage Capital Reserve	9,956	-	-	-
Waterworks Capital Reserve	26,894	-	-	-
Sanitary Sewer Capital Reserve	21,662	-	-	-
Airport Reserve	7,268	-	-	-
General capital	5,078	-	-	-
Water capital	10	-	-	-
	111,707	3,424	-	-
Accounts payable & accrued liabilities	62,072	122	36	128
Restricted revenues	36,640	10,271	8,334	513
Deferred revenue	3,571	-	-	42
	213,990	13,817	8,370	683
Long-term debt - external				
<b>TOTAL LIABILITIES</b>	213,990	13,817	8,370	683
<b>NET FINANCIAL ASSETS</b>	8,181	1,535	4,094	1,176
<b>NON-FINANCIAL ASSETS</b>				
Tangible capital assets	-	-	-	-
Construction in progress	-	-	-	-
Inventories	-	-	-	-
Down-payments on capital	-	-	-	-
	-	-	-	-
<b>NET ASSETS</b>	8,181	1,535	4,094	1,176
<b>EQUITY</b>				
Financial assets	8,181	1,535	4,094	1,176
Non-financial assets	-	-	-	-
	\$ 8,181	\$ 1,535	\$ 4,094	\$ 1,176



## Schedule X

...Continued

Capital Exhibit 5	Reserves Exhibit 6	SUBTOTAL	Elimination of Due to/from	2008 Total
\$ 5,088	\$ 96,130	\$ 111,707	\$ 111,707	\$ -
-	-	3,424	3,424	-
-	-	213	213	-
-	-	833	833	-
5,088	96,130	116,177	116,177	-
-	-	100,468	-	<b>100,468</b>
1,326	-	46,552	-	<b>46,552</b>
-	-	91,193	-	<b>91,193</b>
6,414	96,130	354,390	116,177	<b>238,213</b>
1,046	-	4,470	4,470	-
-	-	-	-	-
-	-	9,169	9,169	-
-	-	1,320	1,320	-
-	-	6,409	6,409	-
-	-	23,647	23,647	-
-	-	212	212	-
-	-	82	82	-
-	-	9,956	9,956	-
-	-	26,894	26,894	-
-	-	21,662	21,662	-
-	-	7,268	7,268	-
-	-	5,078	5,078	-
-	-	10	10	-
1,046	-	116,177	116,177	-
		62,358		<b>62,358</b>
		55,758		<b>55,758</b>
3,277		6,890		<b>6,890</b>
4,323	-	241,183	116,177	<b>125,006</b>
104,870		104,870		<b>104,870</b>
109,193	-	346,053	116,177	<b>229,876</b>
(102,779)	96,130	8,337	-	<b>8,337</b>
846,518	-	846,518	-	<b>846,518</b>
83,827	-	83,827	-	<b>83,827</b>
1,482	-	1,482	-	<b>1,482</b>
397	-	397	-	<b>397</b>
932,224	-	932,224	-	<b>932,224</b>
829,445	96,130	940,561	-	<b>940,561</b>
2,091	96,130	113,207	-	<b>113,207</b>
827,354	-	827,354	-	<b>827,354</b>
\$ 829,445	\$ 96,130	\$ 940,561	\$ -	\$ <b>940,561</b>

**Schedule of Consolidated Statement of Financial Activities****Schedule Y***For the Year ended December 31, 2008**In thousands*

	<b>General Operating Exhibit 7</b>	<b>Water Operating Exhibit 8</b>	<b>Sewer Operating Exhibit 9</b>	<b>Airport Operating Exhibit 10</b>	<b>Capital &amp; Inventory Exhibit 11</b>	<b>Reserves Exhibit 12</b>
<b>REVENUE</b>						
Municipal taxation	\$ 96,430	\$ -	\$ 2	\$ -	\$ -	\$ -
Fees and charges	27,961	14,787	10,117	3,503	541	27
Airport improvement fees (AIF/CFC)	-	-	-	-	2,262	-
Contributions from developers	-	-	-	-	19,758	-
Government grants	5,535	374	-	-	5,203	-
Rent	1,690	12	-	1,514	-	-
Equipment charges	1,021	-	-	-	-	-
Interest and penalties	3,658	549	510	75	-	3,557
Sale of capital assets	-	-	-	-	-	591
<b>Transfers from reserves:</b>						
Operating Reserve	2,477	-	-	-	-	-
General Capital Reserve	-	-	-	-	22,590	-
Airport Capital Reserve	-	-	-	-	(806)	-
Waterworks Capital Reserve	-	-	-	-	5,610	-
Sewer Capital Reserve	-	-	-	-	3,924	-
Reserve Transfer	-	-	-	-	-	-
<b>Transfers from own funds:</b>						
General Operating	-	-	-	-	534	23,860
Waterworks Operating	-	-	-	-	-	7,549
Sewer Operating	-	-	-	-	-	5,536
Airport Operating	-	-	-	-	-	1,631
	<b>138,772</b>	<b>15,722</b>	<b>10,629</b>	<b>5,092</b>	<b>59,616</b>	<b>42,751</b>
<b>EXPENSE</b>						
Parks, recreation, culture, libraries	17,710	-	-	-	-	-
Protective services	50,568	-	-	-	-	-
Engineering services	15,212	-	-	-	-	-
Water services	-	5,223	-	-	-	-
General government	13,167	-	-	-	-	-
Sewer services	-	-	4,627	-	-	-
Airport services	-	-	-	3,461	-	-
Transit	6,397	-	-	-	-	-
Development services	3,319	-	-	-	-	-
Dyking services	2,397	-	-	-	-	-
Capital expenditures	-	-	-	-	114,419	-
Debt Interest	4,282	651	439	-	-	-
Adjustment	-	-	-	-	-	-
<b>Transfers to reserves:</b>						
Operating Reserve	1,498	-	-	-	-	-
General Capital Reserve	20,664	-	-	-	-	-
Airport Reserve	-	-	-	1,631	-	-
Storm Drainage Capital Reserve	1,698	-	-	-	-	-
Waterworks Capital Reserve	-	7,549	-	-	-	-
Sewer Capital Reserve	-	-	5,537	-	-	-
Reserve Transfer	-	-	-	-	-	-
<b>Transfers to own funds:</b>						
Capital and Loan Funds	532	-	-	-	-	31,318
General Operating Fund	-	-	-	-	-	2,477
	<b>137,444</b>	<b>13,423</b>	<b>10,603</b>	<b>5,092</b>	<b>114,419</b>	<b>33,795</b>
<b>NET EXPENSE</b>	<b>1,328</b>	<b>2,299</b>	<b>26</b>	<b>-</b>	<b>(54,803)</b>	<b>8,956</b>
<b>DEBT PRINCIPAL</b>						
Debt proceeds	-	-	-	-	42,500	-
Internal debt repayment	-	-	-	-	-	-
Debt principal repayment	(1,711)	(2,350)	(493)	-	-	-
<b>CHANGE IN FINANCIAL EQUITY</b>	<b>\$ (383)</b>	<b>\$ (51)</b>	<b>\$ (467)</b>	<b>\$ -</b>	<b>\$ (12,303)</b>	<b>\$ 8,956</b>

## Schedule Y

...Continued

SUBTOTAL	Capital & Inventory	Interest	Elimin. of Transfers	Recov. of Equip Costs & Other	2008 Total
\$ 96,432	\$ -	\$ -	\$ -	\$ -	\$ 96,432
56,936	-	-	-	-	56,936
2,262	-	-	-	-	2,262
19,758	-	-	-	-	19,758
11,112	-	-	-	-	11,112
3,216	-	-	-	-	3,216
1,021	-	-	-	(1,021)	-
8,349	-	-	(52)	-	8,297
591	-	-	-	-	591
2,477	-	-	(2,477)	-	-
22,590	-	-	(22,590)	-	-
(806)	-	-	806	-	-
5,610	-	-	(5,610)	-	-
3,924	-	-	(3,924)	-	-
-	-	-	-	-	-
24,394	-	-	(24,394)	-	-
7,549	-	-	(7,549)	-	-
5,536	-	-	(5,536)	-	-
1,631	-	-	(1,631)	-	-
272,582	-	-	(72,957)	(1,021)	198,604
17,710	63,897	4,273	-	(205)	85,675
50,568	2,613	9	-	(24)	53,166
15,212	24,971	-	-	(549)	39,634
5,223	10,612	651	(53)	(111)	16,322
13,167	1,416	-	-	(34)	14,549
4,627	7,474	439	-	(46)	12,494
3,461	3,305	-	-	(2)	6,764
6,397	-	-	-	-	6,397
3,319	-	-	-	(4)	3,315
2,397	131	-	-	(46)	2,482
114,419	(114,419)	-	-	-	-
5,372	-	(5,372)	-	-	-
-	-	-	-	-	-
1,498	-	-	(1,498)	-	-
20,664	-	-	(20,664)	-	-
1,631	-	-	(1,631)	-	-
1,698	-	-	(1,698)	-	-
7,549	-	-	(7,549)	-	-
5,537	-	-	(5,537)	-	-
-	-	-	-	-	-
31,850	-	-	(31,850)	-	-
2,477	-	-	(2,477)	-	-
314,776	-	-	(72,957)	(1,021)	240,798
(42,194)	-	-	-	-	(42,194)
42,500	-	-	-	-	42,500
-	-	-	-	-	-
(4,554)	-	-	-	-	(4,554)
\$ (4,248)	\$ -	\$ -	\$ -	\$ -	\$ (4,248)

## Schedule Z

**CITY OF ABBOTSFORD**  
**Consolidated Statement of Financial Activities - Municipal Services 2008**

For the Year ended December 31, 2008

In thousands

	General Government	Development Services	Police	Fire & Other	Parks, Rec & Culture	Transit	Engineering
<b>ACTUAL REVENUE</b>							
Taxation	\$ 62,384	\$ -	\$ 29,897	\$ -	\$ 2,638	\$ -	\$ -
Fees, charges, other	1,180	1,820	4,877	4,374	4,887	1,702	2,454
Contributions - development	-	-	-	-	-	-	-
Government grants	305	144	2,115	37	33	2,883	18
Interest and penalties	3,611	33	-	9	-	-	-
Rent	1,684	-	6	-	-	-	1,021
Sale of capital assets	-	-	-	-	-	-	-
	<b>69,164</b>	<b>1,997</b>	<b>36,895</b>	<b>4,420</b>	<b>7,558</b>	<b>4,585</b>	<b>3,493</b>
<b>ACTUAL EXPENSE</b>							
Salaries and benefits	8,725	2,746	29,188	11,361	6,961	6	7,566
Operating goods and services	4,442	573	6,886	3,133	8,111	9	2,771
Transfers to other govt agencies	-	-	-	-	2,638	6,382	-
(Exhibit 7)	<b>13,167</b>	<b>3,319</b>	<b>36,074</b>	<b>14,494</b>	<b>17,710</b>	<b>6,397</b>	<b>10,337</b>
Capital expense	1,416	-	1,497	1,116	63,897	-	21,429
Equipment recoveries reallocated	(34)	(4)	(24)	-	(205)	-	472
Interest on debt	-	-	9	-	4,273	-	-
	<b>14,549</b>	<b>3,315</b>	<b>37,556</b>	<b>15,610</b>	<b>85,675</b>	<b>6,397</b>	<b>32,238</b>
<b>NET REVENUE/(EXPENSE)</b>	<b>54,615</b>	<b>(1,318)</b>	<b>(661)</b>	<b>(11,190)</b>	<b>(78,117)</b>	<b>(1,812)</b>	<b>(28,745)</b>
Proceeds from long-term debt	-	-	-	-	-	-	-
Principal payments on debt	-	-	(123)	-	(1,588)	-	-
<b>NET OPERATING SURPLUS / (DEFICIT)</b>	<b>\$ 54,615</b>	<b>\$ (1,318)</b>	<b>\$ (784)</b>	<b>\$ (11,190)</b>	<b>\$ (79,705)</b>	<b>\$ (1,812)</b>	<b>\$ (28,745)</b>

## Schedule Z

...Continued

Solid Waste	Drainage	Dyking & Irrigation	Airport	Water	Sewer	Capital & Reserves	Reallocat. Entries	TOTAL 2008	PLAN 2008
\$ -	\$ -	\$ 1,511	\$ -	\$ -	\$ 2	\$ -	-	\$ 96,432	\$ 96,331
3,544	2,947	176	3,503	14,787	10,117	2,830	-	59,198	55,820
-	-	-	-	-	-	19,758	-	19,758	69,356
-	-	-	-	374	-	5,203	-	11,112	22,446
-	5	-	75	549	510	3,557	(52)	8,297	5,673
-	-	-	1,514	12	-	-	(1,021)	3,216	3,151
-	-	-	-	-	-	591	-	591	1,950
<b>3,544</b>	<b>2,952</b>	<b>1,687</b>	<b>5,092</b>	<b>15,722</b>	<b>10,629</b>	<b>31,939</b>	<b>(1,073)</b>	<b>198,604</b>	<b>254,727</b>
531	337	568	1,063	2,201	1,948	-	-	73,201	70,923
3,433	574	1,829	2,398	3,022	2,679	-	(52)	39,808	30,701
-	-	-	-	-	-	-	-	9,020	8,884
<b>3,964</b>	<b>911</b>	<b>2,397</b>	<b>3,461</b>	<b>5,223</b>	<b>4,627</b>	-	<b>(52)</b>	<b>122,029</b>	<b>110,508</b>
-	3,542	131	3,305	10,612	7,474	-	-	114,419	238,237
-	-	(46)	(2)	(112)	(46)	-	(1,021)	(1,022)	(1,393)
-	-	-	-	651	439	-	-	5,372	5,692
<b>3,964</b>	<b>4,453</b>	<b>2,482</b>	<b>6,764</b>	<b>16,374</b>	<b>12,494</b>	-	<b>(1,073)</b>	<b>240,798</b>	<b>353,044</b>
<b>(420)</b>	<b>(1,501)</b>	<b>(795)</b>	<b>(1,672)</b>	<b>(652)</b>	<b>(1,865)</b>	<b>31,939</b>	-	<b>(42,194)</b>	<b>(98,317)</b>
-	-	-	-	-	-	42,500	-	42,500	47,500
-	-	-	-	(2,350)	(493)	-	-	(4,554)	(5,757)
<b>\$ (420)</b>	<b>\$ (1,501)</b>	<b>\$ (795)</b>	<b>\$ (1,672)</b>	<b>\$ (3,002)</b>	<b>\$ (2,358)</b>	<b>\$ 74,439</b>	<b>\$ -</b>	<b>\$ (4,248)</b>	<b>\$ (56,574)</b>

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
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(in 1,000's)

**FINANCIAL EQUITY IN FUND BALANCES**
**Reserve Funds**

Reserve for future expenditures	\$ 10,603	\$ 9,231	\$ 8,655	\$ 11,442	\$ 7,942	\$ 12,460	\$ 7,220	\$ 8,799	\$ 7,171	\$ 6,409
Development area	412	413	-	-	-	-	-	-	-	-
Land for development	180	-	-	-	-	-	-	-	-	-
General capital	5,169	4,962	10,096	15,588	25,503	28,783	30,017	22,402	22,604	23,941
Airport	3,736	4,015	3,439	1,445	2,877	2,233	638	2,548	4,581	7,268
Infrastructure renewal:										
Storm sewer	8,061	9,379	11,024	12,374	14,876	15,974	17,609	12,634	9,634	9,956
Waterworks	4,223	4,161	5,111	7,134	8,117	10,386	17,243	19,714	23,950	26,894
Sanitary Sewer	8,697	5,079	6,232	6,903	8,429	10,375	15,609	18,518	19,234	21,662
	41,081	37,240	44,557	54,886	67,744	80,211	88,336	84,615	87,174	96,130

**Operating Funds**

General	9,263	9,287	7,773	8,022	8,435	8,443	8,429	9,034	8,564	8,181
Waterworks	8,603	9,319	10,914	11,049	10,384	9,558	7,813	6,293	1,586	1,535
Sanitary Sewer	5,264	4,794	5,048	3,141	3,047	3,197	3,297	3,884	4,561	4,094
Airport	-	360	360	360	499	889	1,176	1,176	1,176	1,176
	23,130	23,760	24,095	22,572	22,365	22,087	20,715	20,387	15,887	14,986

**Capital and Loan Funds**

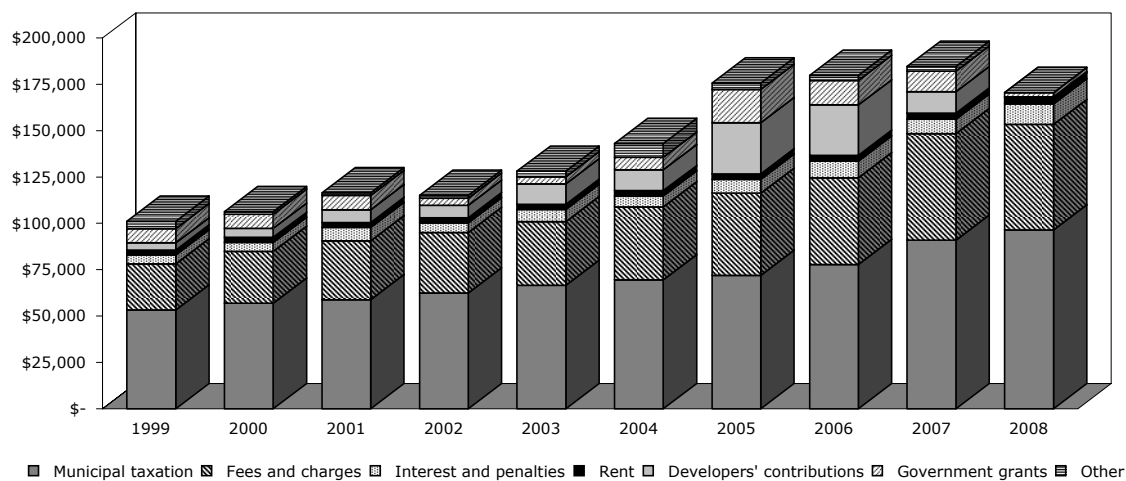
General	(1,710)	-	-	-	-	-	-	-	14,394	2,091
Waterworks	(12)	-	-	-	-	-	-	-	-	-
Sanitary Sewer	(646)	-	-	-	-	-	-	-	-	-
Airport and Capital Loan	-	-	-	(1,000)	(800)	(600)	(400)	(200)	-	-
	(2,368)	-	-	(1,000)	(800)	(600)	(400)	(200)	14,394	2,091

**Total Financial Equity  
in Fund Balances**

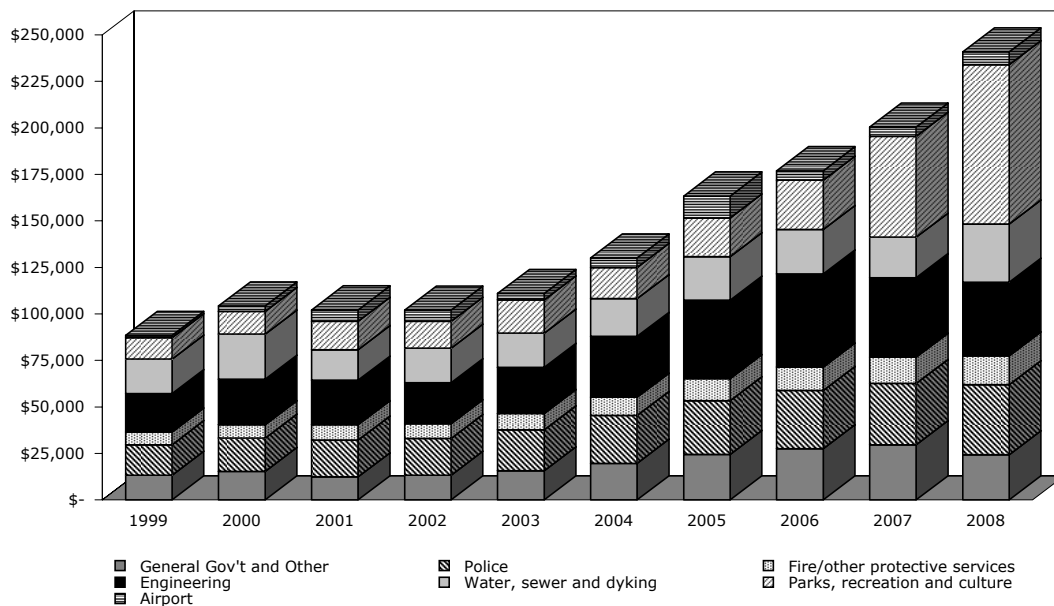
	\$ 61,843	\$ 61,000	\$ 68,652	\$ 76,458	\$ 89,309	\$ 101,698	\$ 108,651	\$ 104,802	\$ 117,455	\$ 113,207
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	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(in 1,000's)										
<b>CONSOLIDATED REVENUE BY SOURCE</b>										
Municipal taxation	\$ 53,259	\$ 56,852	\$ 58,870	\$ 62,385	\$ 66,547	\$ 69,538	\$ 71,874	\$ 77,752	\$ 90,929	\$ 96,432
Fees and charges	24,914	27,968	31,766	32,732	34,430	39,382	44,361	46,900	57,452	59,198
Developers' contributions	3,959	4,946	6,915	6,686	10,954	11,371	27,577	27,201	11,665	19,758
Interest and penalties	4,810	4,861	7,120	5,213	6,472	5,775	7,499	8,871	7,875	8,297
Government grants	7,711	7,509	7,615	3,918	3,767	6,673	17,917	13,265	10,952	11,112
Rent	2,522	2,720	2,742	2,678	2,887	2,932	2,979	3,173	3,184	3,216
Sale of capital assets	3,704	890	731	753	2,218	2,824	1,660	748	2,575	591
Airport fees	237	556	674	815	872	857	1,844	1,923	-	-
Transfer of Tradex facility	-	-	-	-	-	3,754	-	-	-	-
	<b>\$ 101,116</b>	<b>\$ 106,302</b>	<b>\$ 116,433</b>	<b>\$ 115,180</b>	<b>\$ 128,147</b>	<b>\$ 143,106</b>	<b>\$ 175,711</b>	<b>\$ 179,833</b>	<b>\$ 184,632</b>	<b>\$ 198,604</b>

**1999-2008 CONSOLIDATED REVENUE BY SOURCE**



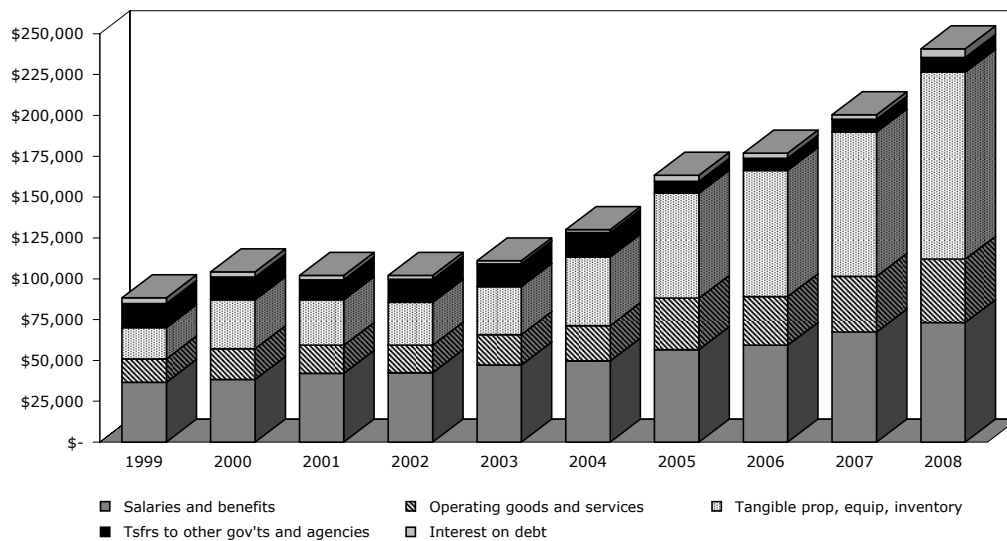
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(1,000's)										
<b>CONSOLIDATED EXPENDITURE BY FUNCTION</b>										
General government	\$ 11,694	\$ 13,546	\$ 11,023	\$ 11,439	\$ 13,612	\$ 17,518	\$ 21,808	\$ 24,811	\$ 26,584	\$ 20,946
Protective services:										
Police	16,395	17,888	19,798	19,841	21,928	25,670	29,015	31,313	32,938	37,670
Fire/Other	6,833	7,174	8,231	7,915	8,845	9,844	11,829	12,587	14,044	15,496
Engineering	20,620	24,433	24,028	21,962	24,699	32,703	42,124	50,119	42,812	39,634
Water, sewer and dyking	18,531	24,251	16,393	18,586	18,441	20,294	23,340	23,910	21,736	31,298
Parks, recreation and culture	11,485	12,211	15,198	14,505	17,846	16,798	20,912	26,429	54,313	85,675
Development services	1,625	1,789	1,337	1,824	2,110	2,192	2,580	2,695	3,114	3,315
Airport	1,220	2,945	6,108	5,989	3,508	5,119	11,774	5,087	4,961	6,764
Total Expenditure by Function	88,403	104,237	102,116	102,061	110,989	130,138	163,382	176,951	200,502	240,798
Add: Debt principal repayment	4,224	4,609	4,703	5,313	4,307	1,654	10,341	6,731	13,977	4,554
	\$ 92,627	\$ 108,846	\$ 106,819	\$ 107,374	\$ 115,296	\$ 131,792	\$ 173,723	\$ 183,682	\$ 214,479	\$ 245,352

**1999-2008 CONSOLIDATED EXPENDITURE BY FUNCTION**




	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(1,000's)										
<b>CONSOLIDATED EXPENDITURE BY OBJECT</b>										
Salaries and benefits	\$ 36,574	\$ 38,454	\$ 42,147	\$ 42,544	\$ 47,170	\$ 49,678	\$ 56,678	\$ 59,261	\$ 67,353	\$ 73,201
Operating goods and services	14,359	18,772	17,126	16,847	18,604	21,655	31,408	29,805	34,084	38,786
Tangible prop, equip, inventory	19,269	29,888	27,850	26,246	29,428	42,014	64,402	77,203	88,378	114,419
Tsfrs to other gov'ts and agencies	14,645	13,878	12,230	14,049	13,892	15,019	7,122	7,482	7,896	9,020
Interest on debt	3,556	3,245	2,762	2,375	1,895	1,763	3,772	3,200	2,791	5,372
Total Expenditure by Object	88,403	104,237	102,115	102,061	110,989	130,129	163,382	176,951	200,502	240,798
Debt Principal Repayment	4,224	4,609	4,703	5,313	4,307	1,654	10,341	6,731	13,977	4,554
	\$ 92,627	\$ 108,846	\$ 106,818	\$ 107,374	\$ 115,296	\$ 131,783	\$ 173,723	\$ 183,682	\$ 214,479	\$ 245,352

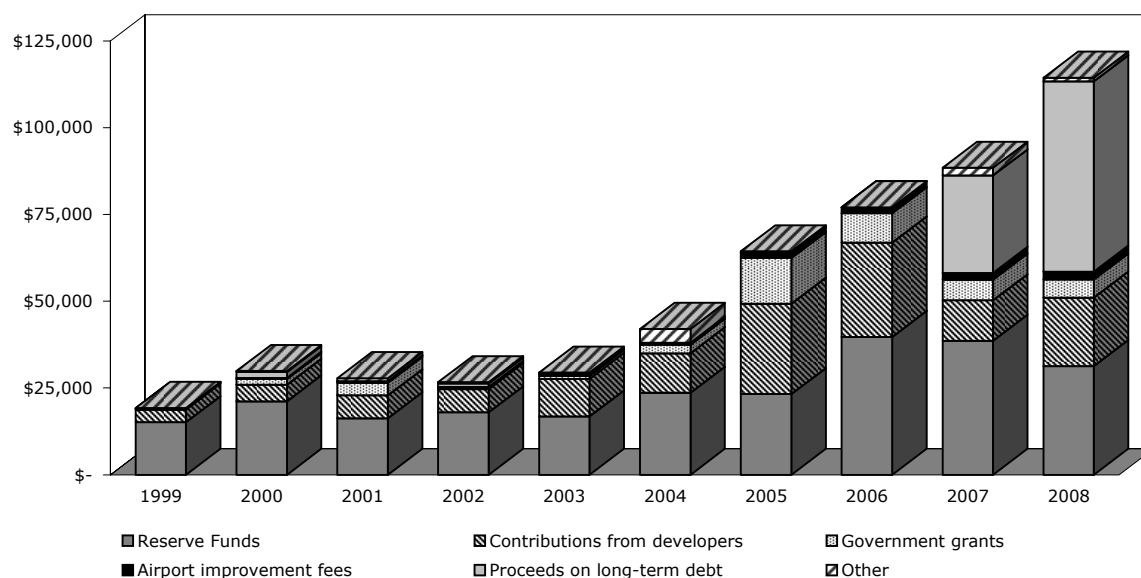
**1999-2008 CONSOLIDATED EXPENDITURE BY OBJECT**



	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(1,000's)										
<b>SOURCES OF CAPITAL FUNDING*</b>										
Reserve Funds	\$ 15,151	\$ 21,175	\$ 16,317	\$ 17,986	\$ 16,792	\$ 23,643	\$ 23,281	\$ 39,734	\$ 38,628	\$ 31,318
Contributions from developers	3,617	4,773	6,573	6,686	10,856	11,371	26,051	27,201	11,665	19,758
Airport improvement fees	-	312	449	377	629	628	1,513	1,711	1,924	2,262
Proceeds on long-term debt	-	1,700	-	1,000	-	-	-	-	28,106	54,803
Government grants	414	1,646	3,614	271	823	2,445	13,135	8,414	5,942	5,203
Other	87	281	898	333	328	3,927	422	8	2,210	1,075
	<u>\$ 19,269</u>	<u>\$ 29,887</u>	<u>\$ 27,851</u>	<u>\$ 26,653</u>	<u>\$ 29,428</u>	<u>\$ 42,014</u>	<u>\$ 64,402</u>	<u>\$ 77,068</u>	<u>\$ 88,475</u>	<u>\$ 114,419</u>

\*includes increase/decrease in inventory

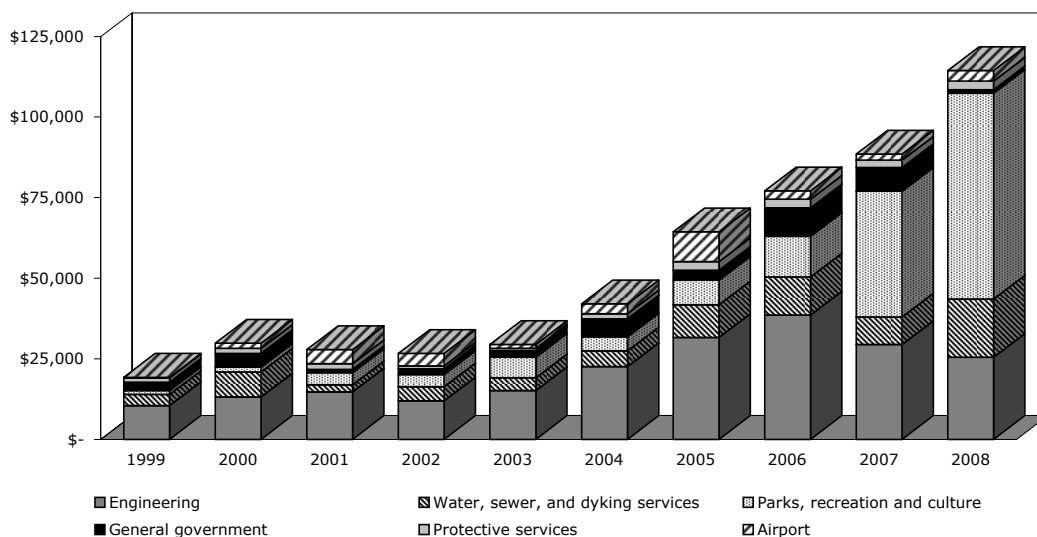
**1999-2008 SOURCES OF CAPITAL FUNDING**



	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(1,000's)										
<b>CAPITAL EXPENDITURE BY FUNCTION*</b>										
General government	\$ 2,591	\$ 4,249	\$ 981	\$ 1,760	\$ 1,999	\$ 5,551	\$ 3,050	\$ 8,787	\$ 7,314	\$ 1,094
Protective services	1,316	1,545	1,752	886	776	1,665	2,749	2,754	2,329	2,614
Engineering	10,497	13,143	14,775	11,941	15,134	22,586	31,636	38,591	29,411	25,422
Water, sewer, and dyking services	3,416	7,789	2,145	4,371	3,999	4,858	10,067	11,837	8,575	18,091
Parks, recreation and culture	1,250	1,495	3,795	3,798	6,382	4,350	7,681	12,581	39,006	63,893
Development services	7	24	6	-	-	-	-	-	-	-
Airport	192	1,642	4,397	3,897	1,138	3,004	9,219	2,517	1,840	3,305
	<b>\$ 19,269</b>	<b>\$ 29,887</b>	<b>\$ 27,851</b>	<b>\$ 26,653</b>	<b>\$ 29,428</b>	<b>\$ 42,014</b>	<b>\$ 64,402</b>	<b>\$ 77,067</b>	<b>\$ 88,475</b>	<b>\$ 114,419</b>

\*includes increase/decrease in inventory

**1999-2008 CAPITAL EXPENDITURE BY FUNCTION**



Increasing capital costs in recent years are due to a combination of factors including rapid population and economic growth, as well as rising price levels for construction materials. A number of significant recreation/cultural projects were under construction in 2008 as well

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
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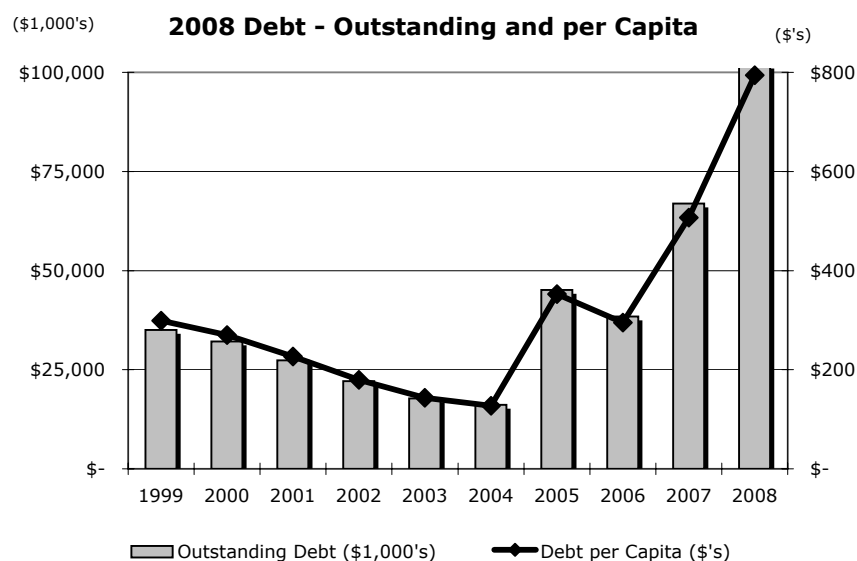
(in 1,000's except as noted)

**DEBT OUTSTANDING BY FUNCTION**

General government*	\$ 1,680	\$ 2,620	\$ 1,495	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Protective services - police*	3,897	3,440	2,831	2,460	2,070	1,660	697	426	123	-
Protective services - fire*	523	170	-	-	-	-	-	-	-	-
Engineering*	738	585	412	218	-	-	-	-	-	-
Parks, recreation and culture*	13,293	12,484	11,454	10,718	9,870	9,084	4,987	3,111	45,208	86,120
Dyking, drainage and irrigation*	442	415	386	355	323	289	248	-	-	-
Water	11,337	10,081	9,035	7,379	5,229	4,823	26,407	22,791	13,889	11,538
Sewer	2,297	1,704	1,383	953	284	266	12,793	12,073	7,704	7,212
Airport	800	600	400	-	-	-	-	-	-	-
	<b>\$35,007</b>	<b>\$32,099</b>	<b>\$27,396</b>	<b>\$22,083</b>	<b>\$17,776</b>	<b>\$16,122</b>	<b>\$45,132</b>	<b>\$38,401</b>	<b>\$ 66,924</b>	<b>\$104,870</b>

\*Property tax supported debt      \$20,131    \$19,299    \$16,192    \$13,396    \$11,940    \$10,744    \$ 5,684    \$ 3,537    \$ 45,331    \$ 86,120

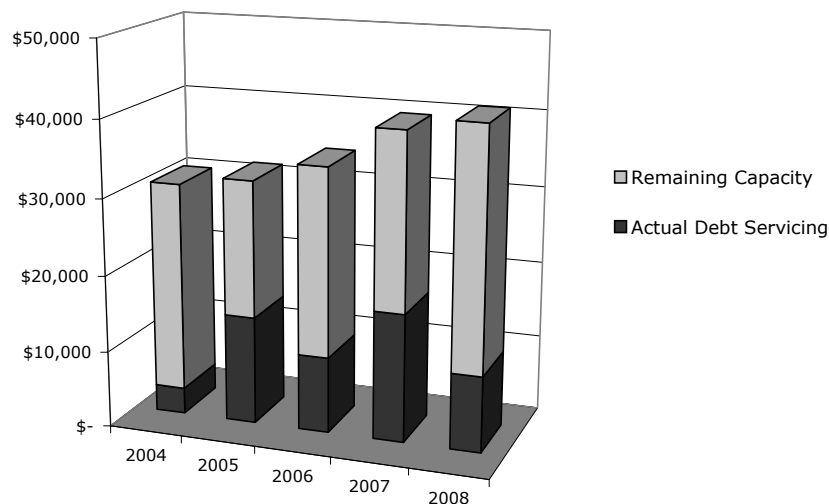
**DEBT PER CAPITA (\$'s)**      \$ 299    \$ 270    \$ 226    \$ 180    \$ 143    \$ 127    \$ 353    \$ 295    \$ 507    \$ 794



The increase in debt in 2005 was related to Abbotsford's assumption of its share of debt related to regional water and sewer services, the operation of which were transferred from the Fraser Valley Regional District to the City of Abbotsford and the District of Mission. New debt in 2007 was for three projects: a sports and entertainment facility, a recreation centre expansion, and a museum/cultural centre.

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
(1,000's)										
<b>Annual Debt Servicing</b>	\$ 7,818	\$ 7,854	\$ 7,465	\$ 7,687	\$ 6,202	\$ 3,417	\$ 14,113	\$ 9,931	\$ 16,768	\$ 9,926
<b>% of Total Expenditures</b>	8.4%	7.2%	7.0%	7.2%	5.4%	2.6%	8.1%	5.4%	7.8%	4.0%
<b>Legal Debt Servicing Limit*</b>						\$ 30,729	\$ 31,980	\$ 34,564	\$ 39,834	\$ 41,360
<b>Legal Debt Limit</b>	\$ 248,209	\$ 255,337	\$ 263,232	\$ 271,328	\$ 283,493					
*Legislation in 2004 replaced total debt limits with debt servicing limits										
<b>Remaining Debt Servicing Capacity</b>						\$ 27,312	\$ 17,867	\$ 24,633	\$ 23,066	\$ 31,434

### Annual Debt Servicing Capacity



The legal debt servicing limit is calculated as a function of annual revenue and increases proportionate to revenue. The fluctuations in debt servicing shown in the chart above, are due in part to early debt repayments. In 2005 and 2007, new debt was added for regional water and sewer services and for three new cultural/recreational facilities, respectively.

#### OVERLAPPING DEBT

City of Abbotsford	\$ 35,008	\$ 32,099	\$ 27,396	\$ 22,083	\$ 17,776	\$ 16,122	\$ 45,132	\$ 38,401	\$ 66,924	\$ 104,870
Fraser Valley Regional District	69,826	61,502	57,419	53,952	61,705	67,364	29,551	33,286	29,943	23,793
Fraser Valley Regional Hospital District	18,151	16,127	14,690	13,087	11,640	10,082	9,569	34,641	63,918	41,602
	<u>\$ 122,985</u>	<u>\$ 109,728</u>	<u>\$ 99,505</u>	<u>\$ 89,122</u>	<u>\$ 91,121</u>	<u>\$ 93,568</u>	<u>\$ 84,252</u>	<u>\$ 106,328</u>	<u>\$ 160,785</u>	<u>\$ 170,265</u>

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

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
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(in 1,000's except as noted)

**PROPERTY ASSESSMENT**
**General Assessment**

Land	\$ 3,543,224	\$ 3,621,781	\$ 3,601,359	\$ 3,630,187	\$ 4,010,312	\$ 4,352,313	\$ 5,322,949	\$ 6,107,652	\$ 7,683,755	\$ 9,192,910
Improvements	3,650,653	3,591,976	3,681,265	3,752,654	4,022,959	4,600,554	5,234,741	5,576,866	6,609,830	7,320,397
	<u>\$ 7,193,877</u>	<u>\$ 7,213,757</u>	<u>\$ 7,282,624</u>	<u>\$ 7,382,841</u>	<u>\$ 8,033,271</u>	<u>\$ 8,952,867</u>	<u>\$ 10,557,690</u>	<u>\$ 11,684,518</u>	<u>\$ 14,293,585</u>	<u>\$ 16,513,307</u>

**Average Single Family Residential Assessed Values**

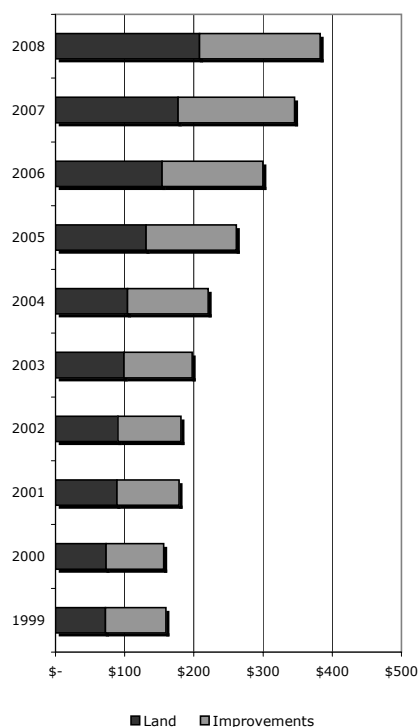
Land	\$ 72	\$ 73	\$ 89	\$ 90	\$ 99	\$ 104	\$ 131	\$ 154	\$ 177	\$ 208
Improvements	88	84	90	92	99	117	131	146	169	175
	<u>\$ 160</u>	<u>\$ 157</u>	<u>\$ 179</u>	<u>\$ 182</u>	<u>\$ 198</u>	<u>\$ 221</u>	<u>\$ 262</u>	<u>\$ 300</u>	<u>\$ 346</u>	<u>\$ 383</u>

**NEW CONSTRUCTION AND DEVELOPMENT**

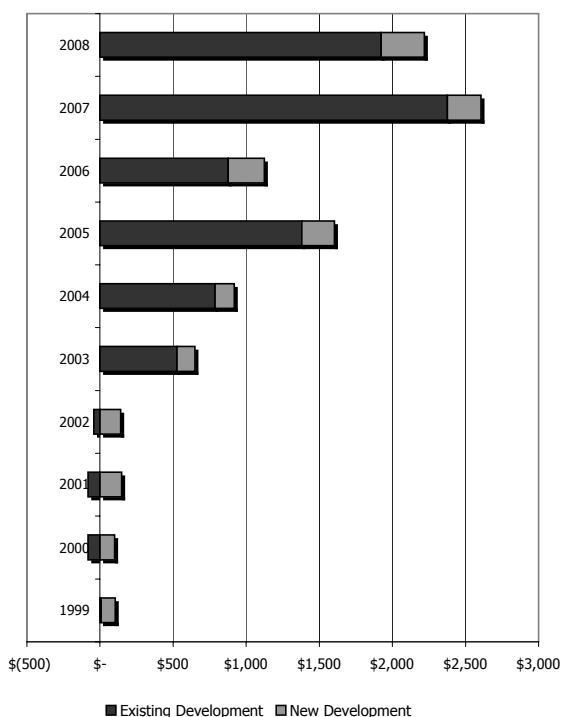
Building Permits Issued*	1,621	1,509	1,592	1,936	1,881	1,790	2,002	1,775	1,991	1,722
Building Permit Value	\$ 123,342	\$ 154,838	\$ 193,051	\$ 172,515	\$ 155,560	\$ 162,751	\$ 280,178	\$ 380,893	\$ 274,646	\$ 351,683
New Construction	\$ 97,677	\$ 102,074	\$ 150,957	\$ 143,027	\$ 124,415	\$ 132,835	\$ 225,163	\$ 249,281	\$ 233,156	\$ 295,734
New Housing Starts (single family)*	311	274	310	513	515	419	468	329	442	263

\*actual numbers

**Assessed Values**  
 (Average Single Family Residential - \$1,000's)



**Change in Assessed Values**  
 (Average Single Family Residential - \$1,000,000's)



	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
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(in 1,000's except as noted)

## PROPERTY TAXATION

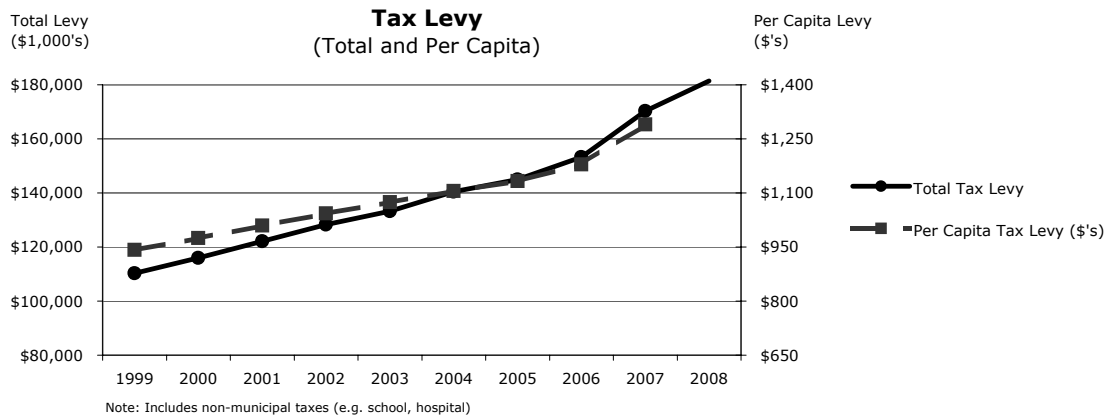
### Tax Levy\*

Current Tax Levy	\$ 109,626	\$ 115,229	\$ 121,307	\$ 127,402	\$ 132,598	\$ 139,699	\$ 144,334	\$ 152,524	\$ 169,488	\$ 180,522
Penalty & Interest	611	750	800	882	665	722	661	784	841	923
Total Tax Levy	\$ 110,237	\$ 115,979	\$ 122,107	\$ 128,284	\$ 133,263	\$ 140,421	\$ 144,995	\$ 153,308	\$ 170,329	\$ 181,445
Per Capita Tax Levy (\$'s)	\$ 942	\$ 975	\$ 1,009	\$ 1,043	\$ 1,075	\$ 1,106	\$ 1,133	\$ 1,179	\$ 1,290	\$ 1,315

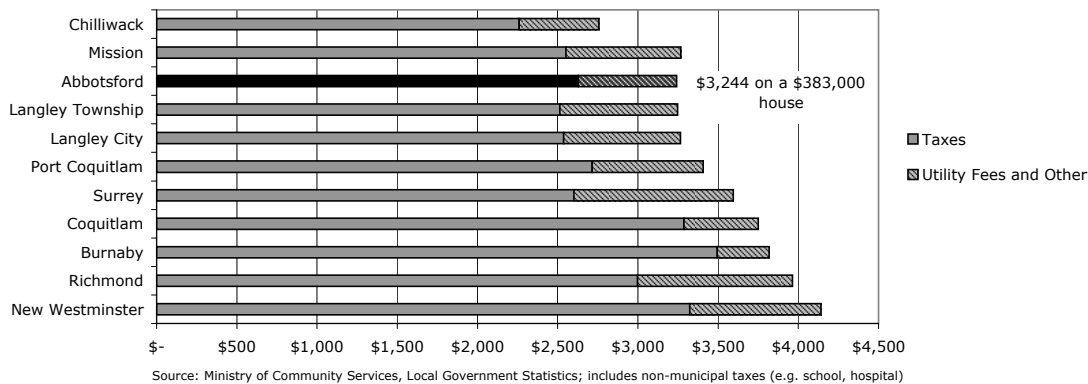
\* includes annual user charges billed with taxes

### Taxes Collected

Current Taxes Collected	\$ 107,144	\$ 111,318	\$ 118,463	\$ 124,100	\$ 129,268	\$ 136,727	\$ 141,419	\$ 149,636	\$ 166,394	\$ 177,010
% Current Taxes Collected	97.19	95.98	97.02	96.74	97.00	97.37	97.53	97.60	97.69	97.56



### 2008 Total Taxes and Charges on a Representative House



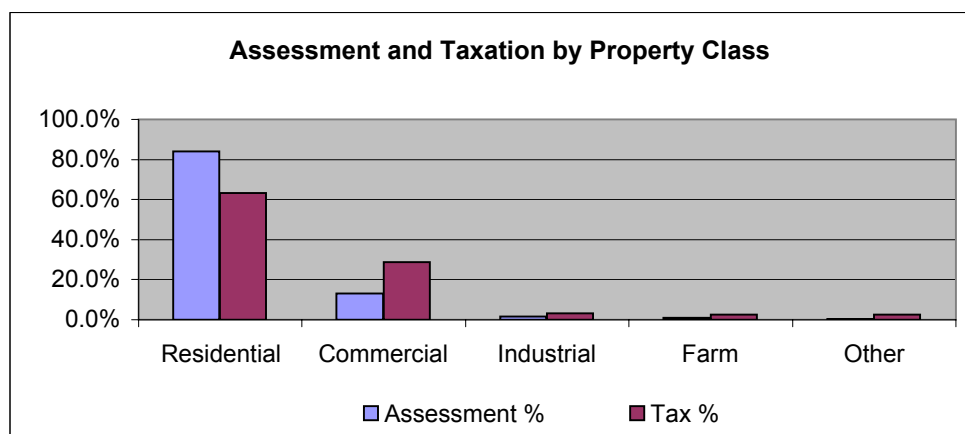
### Taxes Collected for Other Agencies

School	\$ 38,363	\$ 39,288	\$ 40,732	\$ 40,894	\$ 42,643	\$ 44,473	\$ 45,702	\$ 47,063	\$ 48,744	\$ 50,631
FVRHD	3,896	3,842	3,809	4,110	4,366	4,495	4,609	4,698	4,935	5,079
FVRD	1,287	1,265	1,791	1,828	1,944	1,751	1,862	1,936	2,022	2,305
BC Assessment	1,193	1,223	1,239	1,239	1,244	1,246	1,283	1,283	1,317	1,376
MFA	2	2	2	2	2	2	2	3	4	3
	\$ 44,741	\$ 45,620	\$ 47,573	\$ 48,073	\$ 50,199	\$ 51,967	\$ 53,458	\$ 54,983	\$ 57,022	\$ 59,394

**2008 ASSESSMENTS AND TAX RATES**  
**GENERAL AND SPECIFIC MUNICIPAL PURPOSES**

PROPERTY CLASS	Net Taxable Values (in thousands)	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE				
		GENERAL			SPECIFIED AREAS	
		Municipal General*	Municipal General*	Regional	Matsqui	Sumas
		(Police)	(Other)	Library	Dyking	Dyking
1. Residential	\$ 13,810,843	1.35964	2.66851	0.11992	1.27110	0.44973
2. Utilities	65,900	13.11044	25.73119	1.15837	1.27110	9.28583
5. Light Industrial	242,444	3.92406	7.70156	0.34657	1.27110	7.41131
6. Business/Other	2,161,656	3.95131	7.75503	0.34897	1.27110	3.70565
8. Recreation/Non-Profit	10,934	2.52641	4.95847	0.22305	1.27110	0.44973
9. Farm	138,190	5.34910	10.49842	0.47129	1.27110	--
	<u>\$ 16,429,967</u>					

\*includes General Debt


**2008 TAX RATES**  
**OTHER GOVERNMENTS AND AGENCIES**

PROPERTY CLASS	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE					
	Fraser Valley Regional District	Greater Vancouver Regional District	Regional Hospital District	Municipal Finance Authority	BC Assessment	School
1. Residential	0.11382	0.03959	0.25073	0.00020	0.06150	2.24120
2. Utilities	0.39837	0.13858	0.87756	0.00050	0.47870	14.20000
5. Light Industrial	0.38699	0.13462	0.85249	0.00050	0.19440	6.80000
6. Business/Other	0.27886	0.09701	0.61430	0.00010	0.19440	6.80000
8. Recreation/Non-Profit	0.11382	0.03959	0.25073	0.00020	0.06150	3.60000
9. Farm	0.11382	0.03959	0.25073	0.00020	0.06150	6.80000



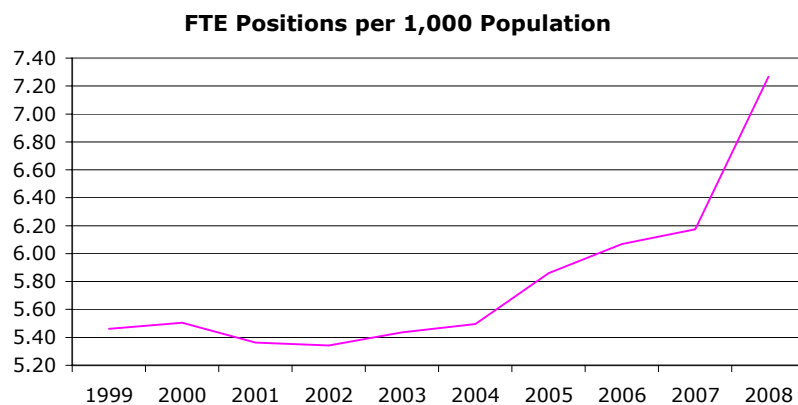
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>PUBLIC WORKS INFRASTRUCTURE</b>										
Streets and Roads (km)	906	877	888	897	910	912	924	1,032	1,037	1,041
Sanitary Sewers (km)	411	478	482	506	506	498	504	509	522	534
Storm Sewers (km)	340	355	383	393	402	402	412	417	427	443
Water Mains (km)	840	863	862	883	872**	857	858	900	881	892
Water Services	22,400	21,974	22,447	22,730	23,248	23,508	23,987	24,154	24,500	24,803
<b>REGISTERED ELECTORS*</b>	54	54	54	59	59	59	79	77	77	83
<b>PROPERTIES ON TAX ROLL*</b>	43	44	45	45	45	45	45	46	42	42
<b>NUMBER OF EMPLOYEES (F.T.E.)°</b>										
Airport	6	7	8	8	8	8	9	10	13	13
Engineering	178	180	167	168	160	155	175	176	178	210
Fire	46	56	55	56	68	68	69	81	90	101
Parks and Recreation	103	103	98	94	91	92	92	91	95	105
Police (civilians)	61	64	66	69	70	74	78	84	83	77
Police (uniformed)	148	148	148	151	165	173	187	202	199	204
Other (Administration, Corporate & Development Services)	97	97	107	111	112	-	-	-	-	146
Other:										
Administration/Corp. Planning	-	-	-	-	-	28	32	37	41	27
City Manager's Office	-	-	-	-	-	2	2	2	3	3
Corporate Services	-	-	-	-	-	50	52	54	57	58
Development Services	-	-	-	-	-	46	51	49	52	56
Economic Development	-	-	-	-	-	2	3	3	4	3
	639	655	649	657	674	698	750	789	815	1,003

°full-time equivalents based on filled positions existing at December 31

#### ABBOTSFORD AIRPORT\*

Aircraft movements	140	141	139	157	156	149	152	160	175	155
Passengers	192	240	307	367	422	369	393	500	508	504

\* in thousands



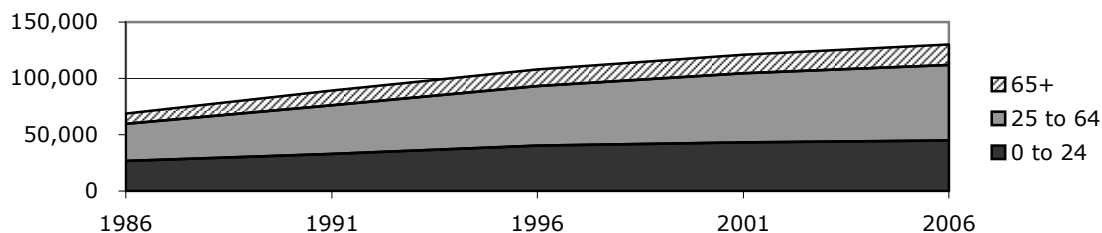
## DEMOGRAPHICS

### Population by Age Group

Source: Statistics Canada Census age distribution

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

**Abbotsford Age Distribution**



### Population Growth (1956-2006)

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

YEAR	POPULATION	% INCREASE	BC POPULATION	% OF BC
1956	16,858	--	1,398,464	1.21
1961	20,326	20.60	1,629,082	1.25
1966	22,408	10.20	1,873,674	1.20
1971	31,033	38.50	2,184,621	1.42
1976	40,768	31.40	2,466,608	1.65
1981	54,736	34.30	2,744,467	1.99
1986	65,945	20.50	2,889,207	2.28
1991	86,928	31.80	3,282,061	2.65
1996	105,403	21.30	3,724,500	2.83
2001	115,463	9.50	3,907,738	2.95
2006	123,864	7.20	4,113,487	3.01

### ANNUAL POPULATION ESTIMATES (1,000's)

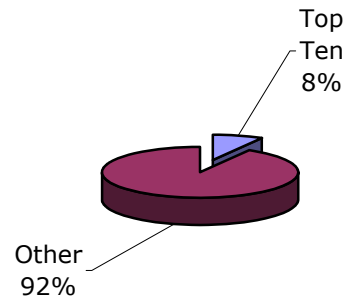
1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
117	119	121	123	124	127	128	130	132	138

## PRINCIPAL CORPORATE TAXPAYERS - TOP TEN

(in 1,000's)

Industry	Tax Contribution
Retail	\$ 1,485
Utility	1,020
Crown - Federal	990
Utility	949
Retail	880
Utility	713
Utility	621
Aerospace	481
Retail	480
Retail	449
Total, Top Ten	<u>\$ 8,068</u>

**Tax Contribution by Principal Corporate Taxpayers**



Total Abbotsford general tax \$ 96,430

Proportion of tax paid by top ten 8.4%

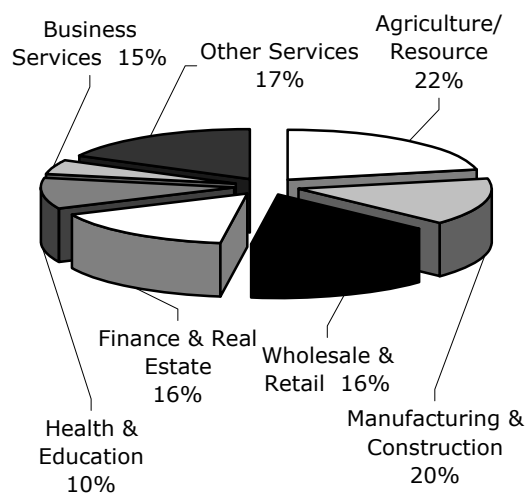
Source: Entities identified through BC Assessment; tax contribution data from City of Abbotsford

## EMPLOYMENT BY INDUSTRY

(actual #'s)

Industry	People Employed
Manufacturing and construction industries	13,515
Health and education	9,480
Wholesale and retail trade	9,410
Business services	9,725
Agriculture and resource-based industries	6,360
Finance and real estate	2,880
Other services	10,645
	<u><b>62,015</b></u>

**Employment by Industry**



Source: Statistics Canada, Census 2006

**2008 PERMISSIVE TAX EXEMPTIONS**

SERVICE CLUB EXEMPTIONS	\$	185,779.58
LOCAL GOVERNMENT EXEMPTIONS		109,365.77
NOT-FOR PROFIT EXEMPTIONS		140,526.01
PRIVATE SCHOOL EXEMPTIONS		172,969.59
CHURCH EXEMPTIONS		<u>321,401.88</u>
	<b>\$</b>	<b><u>930,042.83</u></b>

OIC Code	Folio Number	Name	Address	2008 Tax Exemptions
<b>SERVICE CLUB TAX EXEMPTIONS</b>				
1	10130-5581-0	Elks Rec. Childrens' Camp Society	27863 0 Avenue	\$3,082.02
8	10300-4760-1	MSA Horseshoe Club	2013 Queen Street	7,065.09
8	51650-4800-0	Abbotsford City - Ellwood Park - Scouts	31580 Maclure	-
6	51650-4800-0	Abbotsford City - Ellwood Park - Judo	31581 Maclure	5,111.45
8	62230-2990-1	Abbotsford Senior's Association	33889 Essendene Avenue	4,339.56
8	62230-3150-1	Abbotsford Senior's Association	2631 Cyril Street	4,370.40
6	62230-7432-1	Abbotsford Community Services*	33780 Laurel Street	3,424.91
1	62230-7432-1	Abbotsford Community Services*	33780 Laurel Street	522.66
8	62330-1571-1	Abbotsford Racquets Club**	2550 Yale Court	770.79
6	62330-1571-1	Abbotsford Racquets Club**	2550 Yale Court	446.05
1	62330-5322-3	Abbotsford Curling Club	2555 McMillan Road	-
6	62330-5323-1	Abbotsford Curling Club	2555 McMillan Road	13,899.77
6	71800-6000-8	Ledgeview Properties Ltd.	35997 McKee Road	8,482.12
8	71800-6000-8	Ledgeview Properties Ltd.	35997 McKee Road	32,419.55
6	71800-6002-0	Ledgeview Properties Ltd.	McKee Road	528.02
8	71800-6002-0	Ledgeview Properties Ltd.	McKee Road	9,010.57
8	72070-6200-0	Clayburn Village Community Society	4315 Wright Street	4,285.61
1	82130-6000-0	Ridgedale Rod & Gun Club	35606 Harris Road	163.02
6	82130-6000-0	Ridgedale Rod & Gun Club	35606 Harris Road	949.96
8	82130-6000-0	Ridgedale Rod & Gun Club	35606 Harris Road	3,044.63
8	82340-2690-2	Matsqui Hall Association	5740 Wallace Street	477.12
8	82340-2720-7	Matsqui Hall Association	5722 Wallace Street	477.12
6	93040-3010-1	Ledgeview Properties Ltd.	36039 McKee Road	2,929.44
8	93040-3010-1	Ledgeview Properties Ltd.	36039 McKee Road	13,126.60
8	93040-7560-9	Ledgeview Properties Ltd.	McKee Road	273.63
6	93240-0420-7	Straiton Community Club	4698 Sumas Mountain Road	556.96
8	93240-0420-7	Straiton Community Club	4698 Sumas Mountain Road	2,389.46
1	93320-2091-1	Abbotsford Fish & Game Club	4161 Lakemount Lodge Road	301.15
6	93320-2091-1	Abbotsford Fish & Game Club	4161 Lakemount Lodge Road	784.80
8	93320-2091-1	Abbotsford Fish & Game Club	4161 Lakemount Lodge Road	4,732.67
8	95000-0450-1	Matsqui Hall Association	5783 Wallace Street	2,150.51
8	95000-0470-7	Ridgedale Rod & Gun Club	35606 Harris Road	3,352.95
6	95000-0510-4	Peardonville Community Association	29450 Huntingdon Road	467.75
8	95000-0510-4	Peardonville Community Association	29450 Huntingdon Road	1,240.98
1	95000-0590-6	Bradner Community Club	28780 Myrtle Avenue	1,102.56
6	95000-0610-8	Bradner Community Club	5305 Bradner Road	1,977.07
8	95000-0610-8	Bradner Community Club	5305 Bradner Road	2,243.01
6	95000-0630-3	Bradner Community Club	5227 Bradner Road	284.51
8	95000-0630-3	Bradner Community Club	5227 Bradner Road	4,856.00
8	95000-0660-1	Mt Lehman Athletic Association	6418 Mt Lehman Road	4,724.96
8	95000-0681-9	Clayburn Village Community Society	4304 Wright Street	2,580.61
8	95000-0690-1	Matsqui Hall Association	33676 St Olaf Avenue	1,934.69
6	95000-0690-1	Matsqui Hall Association	33676 St Olaf Avenue	1,374.31
6	95000-0700-9	Mt Lehman Athletic Association	6418 Mt Lehman Road	552.13
8	95000-0700-9	Mt Lehman Athletic Association	6418 Mt Lehman Road	2,050.31
8	95000-0730-7	Girl Guides of Canada	5315 Willet Road	5,033.28
1	95000-0730-7	Girl Guides of Canada	5315 Willet Road	366.69
6	95000-1397-0	Twisters Gymnastics	32470 Haida Drive	8,896.82
6	95000-1398-0	Air Force Association of Canada 861	34270 Haida Drive	8,185.56
8	95000-1510-9	Clayburn Village Community Society	34819 Clayburn Road	4,439.77
<b>TOTAL SERVICE CLUB TAX EXEMPTIONS</b>				<b>\$ 185,779.58</b>

OIC Code	Folio Number	Name	Address	2008 Tax Exemptions
<b>LOCAL GOVERNMENT TAX EXEMPTIONS</b>				
6	61010-7211-1	Farwest Transit	1225 Riverside Street	\$41,048.33
6	97000-0243-0	Tradex	1190 Cornell Street	68,317.44
<b>TOTAL LOCAL GOVERNMENT TAX EXEMPTIONS</b>				<b>\$ 109,365.77</b>
<b>NOT-FOR PROFIT TAX EXEMPTIONS</b>				
6	41600-7750-1	Mennonite Central Committee BC	31414 Marshall Rd	\$15,949.18
6	51630-8081-0	Mennonite Central Committee BC	31872 South Fraser Way	43,266.51
1	61510-0580-6	Salvation Army of Canada	34081 Gladys Ave	3,455.34
6	61510-0580-6	Salvation Army of Canada	34081 Gladys Ave	28,076.82
8	61510-0580-6	Salvation Army of Canada	34081 Gladys Ave	876.39
8	62230-5140-2	Abbotsford Community Services-Food Bank	33914 Essendene Ave	6,466.95
1	62230-5730-1	Abbotsford Community Services	2420 Montrose Ave	3,815.43
6	62230-5730-1	Abbotsford Community Services	2420 Montrose Ave	6,956.31
8	62230-5730-1	Abbotsford Community Services	2420 Montrose Ave	21,651.34
6	62230-6381-1	Abbotsford Community Services	2539 Montvue Ave	5,418.67
8	62230-6881-1	Royal Canadian Legion Branch No 015	2513 West Railway St	4,593.07
<b>TOTAL NOT-FOR PROFIT TAX EXEMPTIONS</b>				<b>\$ 140,526.01</b>
<b>PRIVATE SCHOOLS TAX EXEMPTIONS</b>				
6	10510-8590-1	Catholic Independent Schools	2747 Townline Road	\$65,978.71
6	60320-3861-1	Dasmesh Punjabi Educational Association	34371 - 4th Avenue	-
6	71800-9723-0	Abbotsford Christian School Society	35011 Old Clayburn Road	24,122.68
6	71830-2827-0	Abbotsford Christian School Society	3939 Old Clayburn Road	15,406.69
6	71950-2840-0	MEI Society	31655 Downes Road	61,518.25
6	82340-4070-4	Valley Christian School Society	5930 Riverside Street	5,943.27
6	95000-0910-9	Abbotsford Christian School Society	2894 Abb Mission Hwy	-
6	95000-0930-4	Abbotsford Christian School Society	2884 Abb Mission Hwy	-
<b>TOTAL PRIVATE SCHOOLS TAX EXEMPTIONS</b>				<b>\$ 172,969.59</b>
<b>CHURCHES TAX EXEMPTIONS</b>				
8	10440-2100-7	Trustees of the Congregation	28163 Swensson Avenue	\$5,002.45
8	10440-5400-1	Calvary Baptist Church	2946 Lefevre Road	-
8	10530-4103-0	Abb West Cong Jehovah's Witnesses	31165 Gardner Avenue	3,553.36
8	10530-5282-0	Immanuel Fellowship Baptist Church	2950 Blue Jay Street	3,622.73
8	10550-0867-0	Emmanuel Free Reformed Church	3386 Mt Lehman Road	-
8	10550-0868-0	Emmanuel Free Reformed Church	3366 Mt Lehman Road	3,545.65
8	10550-2641-0	Kalgidhar Darbar Sahib Society	3348 Siskin Drive	15,778.13
8	10550-3411-0	Christian & Missionary Alliance	3440 Mt Lehman Road	12,872.24
8	10550-4840-6	President of the Lethbridge Stake	30635 Blueridge Drive	17,281.18
8	31480-0920-4	Fraser Valley Hindu Society	31545 Walmsley Road	3,167.96
8	31500-8280-0	Trust Cong King Rd Menn Brthrn Church	32068 King Road	4,254.78
8	31540-9651-0	Abbotsford Evangelical Free Church	33218 Marshall Road	4,748.08
8	31550-2115-0	First Christian Ref Church Abb BC	1951 McCallum Road	-
8	31550-4022-0	BC Conf Mennonite Brethren Churches	1661 McCallum Road	6,443.83
8	31570-2440-1	Roman Catholic Archbishop of Vancouver	33333 Mayfair Avenue	11,215.04
8	41610-6890-0	Conference of Mennonites in BC	2051 Windsor Street	5,357.01
8	41620-5220-7	BC Conf Mennonite Brethren Churches	2311 Clearbrook Road	1,903.86

OIC Code	Folio Number	Name	Address	2008 Tax Exemptions
8	41620-5240-2	BC Conf Mennonite Brethren Churches	31980 Oak Avenue	1,549.29
8	41620-5260-8	BC Conf Mennonite Brethren Churches	31966 oak Avenue	1,549.29
8	41620-6660-7	BC Conf Mennonite Brethren Churches	2231 Clearbrook Road	1,533.88
8	41620-6661-0	BC Conf Mennonite Brethren Churches	2228 Holly Street	1,741.99
8	41620-6730-2	BC Conf Mennonite Brethren Churches	2244 Holly Street	1,741.99
8	51660-4065-0	Christian & Missionary Alliance	2575 Gladwin Road	8,956.61
8	51670-6590-2	Conference of Mennonites in BC	2618 Langdon Street	-
8	51670-6591-0	Conference of Mennonites in BC	2630 Langdon Street	7,538.36
8	61410-0032-1	Church of the Nazarene	2390 McMillan Road	3,291.29
8	61420-3450-7	Zion Christian Reformed Church	35199 Delair Road	3,977.29
8	61420-5361-1	New Life Christian Reformed Church	35270 Delair Road	4,015.83
8	61430-3320-1	BC Corp Seventh Day Adventist Church	1921 Griffith Road	2,805.69
8	61440-4840-1	Parish of St Matthew Abbotsford	2010 Guilford Drive	3,622.73
8	61440-4890-1	Grace Evangelical Bible Church	2087 McMillan Road	5,534.29
8	61500-0910-1	Trustees of Abbotsford	1672 Salton Road	4,123.74
8	61500-1500-2	Trustees Cong Can Reform Church	33947 King Road	2,096.56
8	61530-2630-8	Solid Rock Christian	1980 Salton Road	1,325.76
8	61540-0300-0	Christ the King Church	2393 West Railway Street	2,412.58
8	61540-3770-1	Abbotsford Baptist Church	33651 Busby Road	1,795.95
8	61540-3910-4	New Life Pentecostal Church	33668 McDougall Avenue	1,364.30
8	61710-5070-2	Khalsa Diwan Society of Abbotsford	33094 South Fraser Way	22,121.76
8	61710-6100-1	Khalsa Diwan Society of Abbotsford	33089 South Fraser Way	8,817.87
8	62230-1100-3	Trustees of Trinity Memorial	33737 George Ferguson Way	1,379.72
8	62230-2102-1	Victoria Meeting Rooms Holding	33886 Pine Street	-
8	62320-6760-5	New Apostolic Church Canada	2480 McMillan Road	1,402.84
8	71750-6360-0	BC Conf Mennonite Brethren Churches	3130 McMillan Road	3,977.29
8	71820-9970-6	Second Christian Church of Abbotsford	34611 Old Clayburn Road	4,231.65
8	71860-6001-0	Trustees of Gladwin Heights Pastoral	3474 Gladwin Road	3,160.25
8	71860-7320-0	Society of Bethel Reform Church of Abbotsford	3260 Gladwin Road	4,277.90
8	71890-8610-0	Trinity Christian Reformed Church	3215 Trethewey Street	4,678.71
8	71900-4301-0	Marantha Baptist Church	3580 Clearbrook Road	4,193.11
8	71910-3551-0	BC Conf Mennonite Brethren Churches	32064 Downes Road	3,699.81
8	71910-7503-0	Trinity Lutheran Church	3845 Gladwin Road	7,592.31
8	71920-5609-0	Mennonite Church of BC	3471 Clearbrook Road	6,389.87
6	72110-7270-0	Christian Life Community Church	35131 Straiton Road	3,966.20
8	82260-2851-0	Gurmat Center Society	31987 Townshipline Road	3,029.22
8	82260-2860-0	Sant Baba Vasakha Sing Sikh	31957 Townshipline Road	1,526.17
8	90320-0360-4	Mennonite Brethren Church of BC	310 Arnold Road	2,821.10
8	91330-4061-1	Trustees on Congregation Prairie Chapel	1929 Interprovincial Hwy	1,834.49
8	95000-0010-6	Fountainhead Christian Society	29394 Huntingdon Road	3,568.77
8	95000-0041-0	BC Conf Mennonite Brethren Churches	3160 Ross Road	2,875.06
8	95000-0071-0	Church of God In Christ	29623 Downes Road	4,617.05
8	95000-0090-8	Fraser Valley Buddhist Temple	28941 Haverman Road	1,957.81
8	95000-0100-7	Trustees of Bradner Congregation	5275 Bradner Road	1,587.83
8	95000-0120-2	Trust Mt Lehman Cong United Church	6256 Mt Lehman Road	2,597.57
8	95000-0131-0	BC Conf Mennonite Brethren Churches	32454 Huntingdon Road	3,298.99
8	95000-0140-8	Grace Tabernacle	721 Gladwin Road	2,767.15
8	95000-0151-2	TR Cong West Abbotsford Mennonite Church	31216 King Road	3,607.31
8	95000-0221-0	Peace Evangelical Lutheran Church	2029 Ware Street	2,250.72
8	95000-0260-7	BC Conf Mennonite Brethren Churches	2285 Clearbrook Road	8,347.69
8	95000-0270-1	BC Conf Mennonite Brethren Churches	2719 Clearbrook Road	2,720.90

OIC Code	Folio Number	Name	Address	2008 Tax Exemptions
8	95000-0277-0	Abbotsford Pentecostal Assembly	3145 Gladwin Road	9,041.40
8	95000-0290-5	Trust Cong Abbotsford Gospel Hall	2464 Parkview Street	1,595.54
8	95000-0300-4	Conf of Uni Menno Church of BC	32027 Peardonville Road	1,896.15
8	95000-0310-7	Conf of Uni Menno Church of BC	2630 Langdon	-
8	95000-0330-0	Trustees of the Congregation	2597 Bourquin Crescent East	1,533.88
8	95000-0340-5	Abbotsford City Fellowship Society	2413 McCallum Road	1,857.61
8	95000-0350-8	Central Valley Baptist Church	33393 Old Yale Road	1,264.10
8	95000-0410-0	Community Baptist Bible Church	5525 Gladwin Road	3,576.48
8	95000-0430-6	Matsqui Evangelical Lutheran Church	5781 Riverside Street	1,387.43
8	95000-0910-0	Gateway Community Christian Reformed Church	2884 Gladys Avenue	6,821.52
8	95000-2200-1	Immanuel Covenant Church	35063 Page Road	3,406.91
<b>TOTAL CHURCHES TAX EXEMPTIONS</b>				<b>\$ 321,401.88</b>
<b>TOTAL 2008 PERMISSIVE TAX EXEMPTIONS</b>				<b>\$ 930,042.83</b>



**PERMISSIVE TAX EXEMPTIONS**

	<b>2008</b>	<b>2007</b>	<b>2006</b>
SERVICE CLUB EXEMPTIONS	\$ 185,779.58	\$ 211,461.42	\$ 183,777.19
LOCAL GOVERNMENT EXEMPTIONS	109,365.77	109,079.24	105,301.34
NOT-FOR PROFIT EXEMPTIONS	140,526.01	18,704.00	-
PRIVATE SCHOOL EXEMPTIONS	172,969.59	173,006.44	146,008.97
CHURCH EXEMPTIONS	321,401.88	255,687.66	195,724.99
	<b>\$ 930,042.83</b>	<b>\$ 767,938.76</b>	<b>\$ 630,812.49</b>





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