



# 2019 ANNUAL REPORT





# CITY OF PENTICTON 2019 ANNUAL REPORT

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# Contents

<b>Our Vision</b>	<b>4</b>	<b>Infrastructure</b>	<b>23</b>
<b>Message from Mayor John Vassilaki</b>	<b>5</b>	Electric Utility	
<b>Your City Council</b>	<b>6</b>	Engineering (including Water and Waste Water Treatment Plants)	
<b>Council Highlights for 2019</b>	<b>7</b>	Public Works (including Parks, Fleet, Roads and Utilities)	
<b>Committees Active in 2019</b>	<b>8</b>	<b>People &amp; Community Safety Strategy</b>	<b>26</b>
<b>Your City by the Numbers</b>	<b>9</b>	Bylaw Services	
<b>Council Priorities 2019-2021</b>	<b>10</b>	Human Resources & Safety	
<b>Divisions &amp; Departments</b>	<b>15</b>	Municipal RCMP Staff	
Corporate Services	16	<b>RCMP</b>	<b>28</b>
Communications & Engagement	17	<b>Penticton Fire Department</b>	<b>29</b>
Development Services	18	<b>Recreation, Culture &amp; Facilities</b>	<b>30</b>
Building & Licensing		Culture – Museum & Archives	
Development Engineering		Facilities	
Economic Development		Recreation	
Planning & Land Use		Sports & Events	
<b>Financial Services</b>	<b>20</b>	<b>Penticton Public Library</b>	<b>32</b>
Accounting		<b>Financial Statements</b>	<b>33</b>
Budget		<b>Municipal Grant Program</b>	<b>71</b>
Information Technology &		<b>Permissive Tax Exemptions</b>	<b>73</b>
Geographic Information Systems		<b>Revitalization Tax Exemptions</b>	<b>76</b>
Land Management			
Procurement & Inventory Services			
Revenue & Collections			





## OUR VISION

A vibrant, innovative,  
healthy waterfront city focused on  
sustainability, community and  
economic opportunity.





# Message from Mayor John Vassilaki

Welcome to the City of Penticton's 2019 Annual Report. On behalf of Council and staff, I hope you find the information contained across these pages both informative and helpful. Considerable effort has been taken to compile, summarize and share the work, achievements and financials of 2019; a busy year that marked Council's first 12 months in office following its election in late 2018.

In many ways, 2019 was a critical planning year with Council, staff and the community all playing important roles in the formation of strategies and policies that will

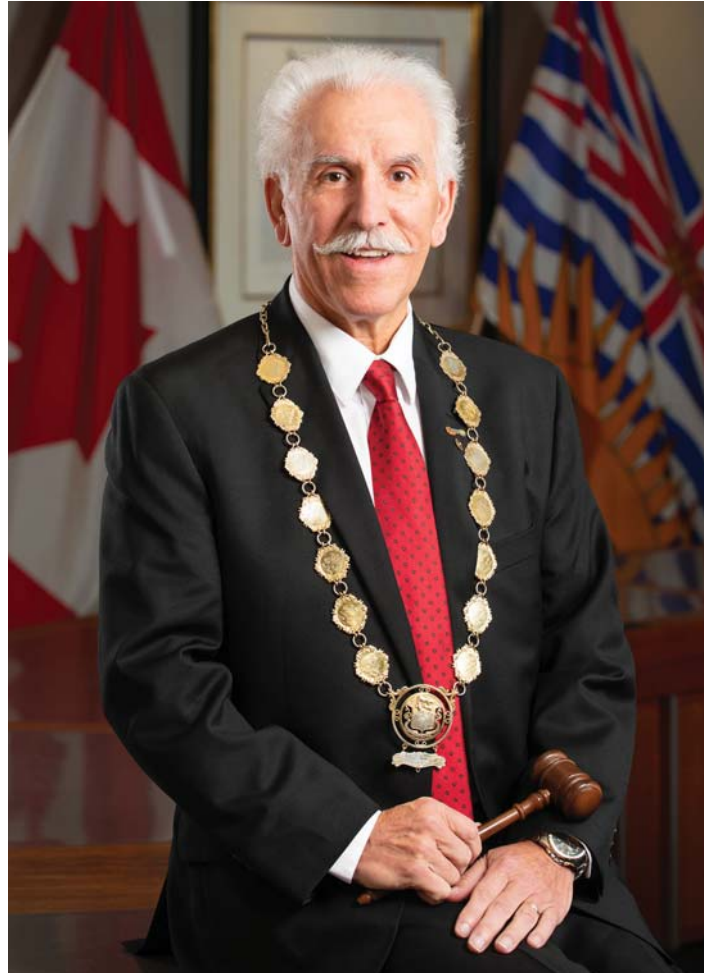
2019 was a busy year that marked Council's first 12 months in office following its election in 2018

help shape Penticton during the current term and beyond. Of particular note was the setting of three citizen-centric Council priorities focused on the areas of Asset and Amenity Management, Community Safety and

Community Design. And with an eye towards the future, 2019 also saw the conclusion and approval of a new Official Community Plan, a document spanning more than two years from start to finish and comprising the collective input and vision of thousands of Penticton residents.

Other planning highlights of the past year included beginning work on the Skaha East Park Master Plan, preparing a plan to restore Ellis Creek, completing a Master plan for the Robertson property and approving a financial plan for the years 2020 through 2024. In addition, 2019 also involved taking planned steps forward to support public safety through improved communication between the RCMP, Fire Services and Bylaw Enforcement along with the introduction of enhanced bylaws to protect downtown businesses, shoppers and tourists. And last, but not least, 2019 saw the City of Penticton officially confirm its commitment to planned community engagement through the creation and approval of a supporting policy and framework.

Yet, despite 2019's productive planning endeavors, on occasion, it's sometimes necessary to pause, reassess and redirect priorities and goals.



At the time of this annual report's writing, the City of Penticton is aligned with communities across Canada in adjusting to the challenging circumstances presented by the COVID-19 global pandemic. Without doubt, we currently find ourselves embracing unexpected changes which, with further consideration in the weeks and months to come, may alter or adjust some of our plans. But whatever that outcome holds, one thing is certain – Penticton City Council, in collaboration with residents and staff, will again come together to discuss our community's future, review what's in its best interest, and using the best information available, achieve the best possible outcome for 2020 and the years ahead.

A handwritten signature in blue ink that reads "John Vassilaki".

Mayor John Vassilaki



### City Council 2018-2022

Front row: Councillor Judy Sentes, Mayor John Vassilaki and Councillor Katie Robinson.

Back row: Councillors Frank Regehr, Jake Kimberley, Campbell Watt and Julius Bloomfield.

## Your City Council

### Council's Roles

Council's key roles for leading the community are to:

- > Make informed decisions for, and in the interest of, the community
- > Anticipate and provide for the community's local service needs
- > Determine policies and programs for the community
- > Set priorities to guide staff and committees
- > Be fiscally prudent and accountable
- > Be open and transparent
- > Champion and advocate for Penticton
- > Have an "enabling effect" through bylaws and regulations
- > Develop a foundation for economic development
- > Actively promote the diversity and growth of the community and local economy
- > Expand relationships with First Nations, other levels of government and other agencies
- > Bring people together through committees, volunteer opportunities and events
- > Support and recognize volunteer efforts



# Council Highlights for 2019

- > Council adopted Penticton's Official Community Plan, following an extensive review process, providing a framework of goals and policies to guide decisions on planning and land use.
- > Mayor and Council hosted the Federation of Canadian Municipalities Board of Directors meetings, bringing leaders from across Canada to Penticton for five days.
- > Council attended the Southern Interior Local Government Association (SILGA) AGM held in Penticton and put forward one resolution for SILGA's consideration regarding funding for resources to handle the additional services that have been downloaded to municipalities from higher levels of government, which was adopted and sent to the Union of BC Municipalities (UBCM) for consideration.
- > Council approved the Asset and Amenity Project Charter to define a clear approach and actionable plan to manage and fund the City's assets in a fiscally responsible manner.
- > Mayor and Council met with the Penticton Indian Band Chief and Council reaffirming our neighbourly relationship at an inaugural Council to Council meeting.
- > Mayor Vassilaki conducted several rounds of 'walkabouts' to visit and hear from downtown businesses.
- > The City kicked off involvement of the community in the identification of a lake-to-lake cycling route.
- > Mayor Vassilaki attended an RCMP workshop with their counterparts from across the South East District, gaining education on the RCMP structure, processes and applicable policies.
- > Council met with and attended United Way's speaker series, discussing building up suitable housing stock in the city, creating a strategy, overcoming barriers and forging ahead.
- > Members of Council and School District 67 representatives held a roundtable discussion with the Minister of State for Childcare to discuss challenges, programs available and financial incentives at the municipal level.
- > Council took its meetings on the road twice in 2019. In an effort to engage youth and promote local government awareness, Council conducted Regular Council Meetings at Penticton Secondary School and Okanagan College.



**To support the responsible management and funding of City assets, Council approved the Asset and Amenity Project Charter in 2019.**

- > Mayor and Council celebrated the announcement of the return of IRONMAN.
- > Mayor and members of Council hosted two student delegations to Council Chambers to introduce local government, take questions and have the students sit at the 'horseshoe'.
- > Mayor Vassilaki met with the Inter-Municipal Advisory Committee, consisting of Mayors from Penticton, West Kelowna, Kelowna and Vernon to discuss UBCM outcomes and initiatives, rideshare regulations, short term rental regulations, sharps and regional transit options.
- > Mayor and Council attended several meetings with various provincial ministries at UBCM including the Ministry of Mental Health and Addictions to request provision of mental health and addictions care early, close to home and sensitive to Penticton's needs; Attorney General to request that sentencing and bail condition decisions carefully consider the safety of all Citizens of Penticton; and the Ministry of Public Safety and Solicitor General request to review RCMP support strength in unincorporated communities which is provided by municipal detachment.





## Committees Active in 2019

### Agriculture Advisory Committee

- > Councillor Julius Bloomfield

### Arts, Creative & Cultural Innovations Committee

- > Councillor Judy Sentes

### Community Sustainability Advisory Committee

- > Councillor Julius Bloomfield

### Economic Prosperity and Development Services Advisory Committee

- > Mayor John Vassilaki
- > Councillor Campbell Watt

### Heritage and Museum Advisory Committee

- > Councillor Judy Sentes

### Official Community Plan Task Force

- > Councillor Jake Kimberley
- > Councillor Katie Robinson
- > Councillor Judy Sentes

### Parks & Recreation Advisory Committee

- > Councillor Jake Kimberley

### Penticton Creek and Ellis Creek Restoration Select Committee

- > Councillor Frank Regehr

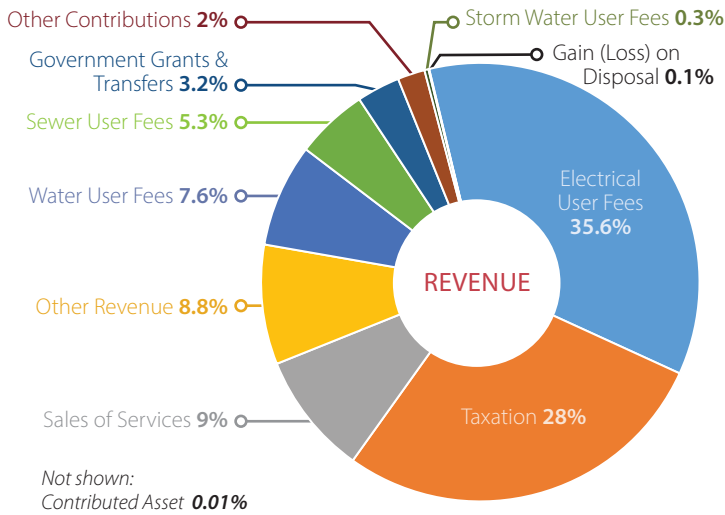
### Safety and Security Advisory Committee

- > Mayor John Vassilaki
- > Councillor Jake Kimberley
- > Councillor Katie Robinson





# Your City by the Numbers

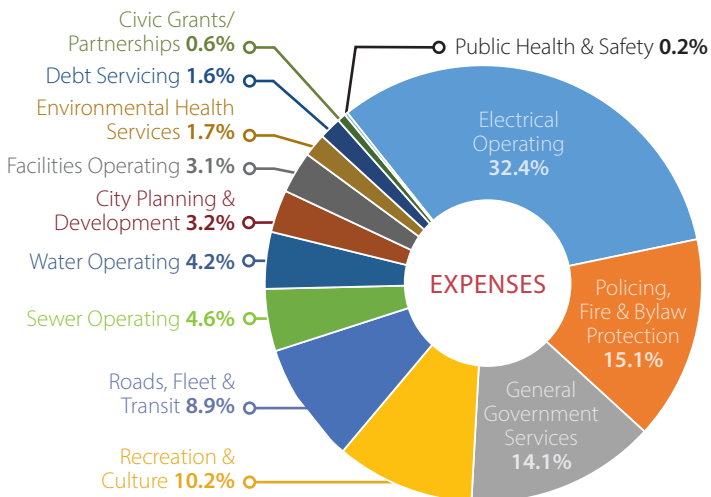
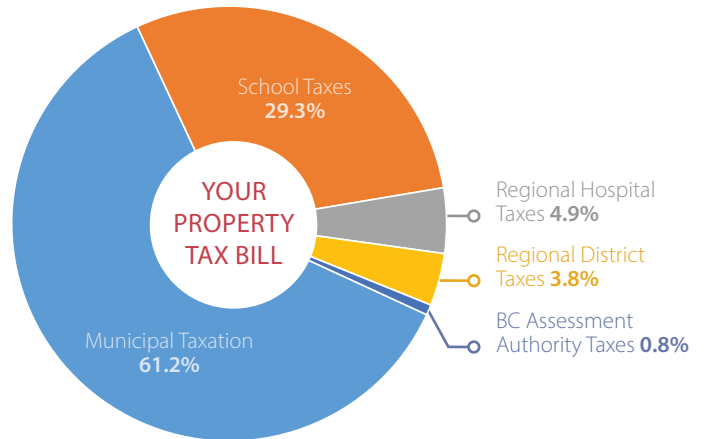


## Where does City revenue come from?

The City has a number of sources of revenue to fund the essential services it provides. Over 36% of City revenues come from the sale of electricity to residents, followed by 27% in taxes collected from residents and businesses. The sale of sewer and water services makes up a further 12%, and 9% comes from user fees collected for various programs and services, including use of City facilities such as the recreation centre, garbage and recycling fees, building and licensing fees, transit and parking fees.

## Taxes

Did you know that the City collects taxes on behalf of other levels of government? Only 61% of the amount on your annual tax notice goes to the City, with the remaining 39% going to the School District, BC Assessment, the Regional District of Okanagan-Similkameen and the Regional Hospital District.



## What do taxes and utility fees fund?

The City provides a range of services to its citizens, including critical infrastructure like streets, water, sewer and electricity. The City also provides police and fire protection services, operates the recreation and cultural facilities and provides development services to assist businesses. The chart to the left shows where the City spends its money to provide these services.





A vibrant, innovative, healthy waterfront city focused on sustainability, community and economic



## Mission

Penticton will serve its residents, businesses and visitors through good governance, partnership and the provision of effective and community focused services.

# Council Priorities 2019-2021



## ASSET & AMENITY MANAGEMENT

The City of Penticton will ensure the services we provide to our residents and visitors are reliable and cost effective by proactively investing into our natural and built assets.

### Strategic Initiatives and Actions

- > Identify service levels and costs for all community-owned assets and services.
- > Review our amenities and investigate ways to maximize their usage and value while exploring innovative service-delivery options with regional and other partners.
- > Review agreements and determine fee structures to reflect the fiscal realities of service provision.
- > Promote continuous improvement on our Asset Management processes.
- > Modernize the DCC Bylaw to reflect current growth and appropriate distribution of infrastructure costs.
- > Ensure City land is maximized to its full potential.



## COMMUNITY SAFETY

The City of Penticton will support a safe, secure and healthy community.

### Strategic Initiatives and Actions

- > Enhance safety through partnerships with other service-delivery agencies.
- > Improve resident and visitor confidence that a safe and secure community exists through engagement, protection, prevention and enforcement.
- > Invest in appropriate human assets to keep our community safe and secure.
- > Engage the criminal justice system through collaborative approaches to reduce the impact of prolific offenders on the community.
- > Continue engagement with BC Housing and Interior Health to reduce or mitigate the effect of the current opioid crisis on the community.



## COMMUNITY DESIGN

The City of Penticton will attract, promote and support sustainable growth and development congruent with the community's vision for the future.

### Strategic Initiatives and Actions

- > Ratify the OCP and update the requisite policies and bylaws.
- > Establish clear intentions for future growth that reflect the OCP.
- > Expand and invest in safe multi-modal transportation options including the "Lake to Lake" connection.
- > Utilize best management practices and strategies related to climate change adaptation and mitigation activities.
- > Encourage environmentally sustainable development including renewable energy initiatives.
- > Continue Downtown revitalization focused on cleanliness, safety, vibrancy and sustainable infrastructure.





## ASSET & AMENITY MANAGEMENT

The City of Penticton will ensure the services we provide to our residents and visitors are reliable and cost effective by proactively investing into our natural and built assets.

## 2020 Initiatives

Advance the Asset & Amenity Management Council priority, which involves a broad approach to understand the services and costs for our City assets.

Undertake cost recovery and financing of development infrastructure.

Implement asset management software to improve decision making.

Inspect Penticton bus stops and generate prioritized action list.

Conclude 2020 voltage conversion.

Conduct asset management and equipment renewal at advanced waste water treatment plant.

Install Wilson Street and Marina Way lift station generators.

Review opportunities and design a facility for managing sanitary sewer residuals and food waste.

Research and implement safety compliance solutions to upgrade Ellis 4 Dam.





## COMMUNITY SAFETY

The City of Penticton will support a safe, secure and healthy community.

### 2020 Initiatives

Hire a Social Development Specialist.

Conduct education and enforcement of updated Pawnbroker and Second-hand Dealers Bylaw.

Reduce RCMP response times and increase crimes solved rate.

Ensure the Penticton RCMP detachment meets all modern policing requirements.

Better utilize data to more effectively deploy RCMP resources.

Continue increasing the public profile of Penticton RCMP.

Complete FireSmart fuel management and risk reduction work.

Host the 2020 Wildfire Urban Interface (WUI) Training Symposium.



## COMMUNITY DESIGN

The City of Penticton will attract, promote and support sustainable growth and development congruent with the community's vision for the future.

## 2020 Initiatives

Implement the Skaha Park East Plan.

Deliver in-person and virtual job fair to promote labour retention and expansion.

Implement the Official Community Plan (OCP).

Update the City's Climate Action Plan.

Refresh the Regional District of Okanagan-Similkameen (RDOS) Transit Future Action Plan for Penticton.

Deploy power generation programs.

Advance the Lake-to-Lake Cycling Route.

Continue downtown revitalization efforts.

Implement source water protection plan.





## MISSION

Penticton will serve its residents, businesses and visitors through good governance, partnership and the provision of effective and community focused services.

## 2020 Initiatives

Prepare to implement an Electronic Document and Records Management System (EDRMS).

Promote aligned and supportive City brand aesthetics during major events.

Modernize the Business Licence Program.

Increase financial analytical expertise.

Continue to develop good governance financial policies.

Build and implement GIS mobile app for maintenance and inspection of City infrastructure.

Implement inventory bar coding system.

Source and implement stand-alone safety management platform with performance management / employee development capacity.

Implement findings from 2019 GAP analysis to achieve 2021 Certificate of Recognition.

Additional support for general HR duties and records management.

Ratify new collective agreement with the International Association of Fire Fighters, Local 1399.

Review downtown parking and resident-only parking.

Design multi-functional fire-fighting apparatus (Engine 202).

Evaluate Aquatics service and delivery methods.

Implement IRONMAN Canada 2020.

Create event strategy and enhance event destination portfolio.

Establish and implement sustainable delivery method to provide civic events.

Develop Cleland Theatre operational plan.

Continue Indigenous collaboration to increase understanding and cooperation in Museum programming and exhibits.

Redesign and curate portions of existing permanent Museum exhibits.

Improve existing Museum activities and offer new activities for the Hands-on-Heritage Lab.

Continue ongoing assessment and expansion of Library programming and outreach.

Implement and expand Library of Things project.

Research and expand online Library services.



# DIVISIONS & DEPARTMENTS

<b>Corporate Services</b>	16	<b>Infrastructure</b>	23
<b>Communications &amp; Engagement</b>	17	Electric Utility	
<b>Development Services</b>	18	Engineering	
Building & Licensing		Public Works	
Development Engineering		<b>People &amp; Community Safety Strategy</b>	26
Economic Development		Bylaw Services	
Planning & Land Use		Human Resources & Safety	
<b>Financial Services</b>	20	Municipal RCMP Staff	
Accounting		<b>RCMP</b>	28
Budget		<b>Penticton Fire Department</b>	29
Information Technology &		<b>Recreation, Culture &amp; Facilities</b>	30
Geographic Information Systems		Culture – Museum & Archives	
Land Management		Facilities	
Procurement & Inventory Services		Recreation	
Revenue & Collections		Sports & Events	
		<b>Penticton Public Library</b>	32





# Corporate Services

## What We Do

Corporate Services is the primary link between City Council, staff and the community. We support Council as it sets policy and strategic priorities and we provide leadership to support the implementation of Council's directives.

## 2019 Facts & Stats

- > **24** Public Hearings
- > **22** Committee of the Whole meetings
- > Managed the process for **55** open Council meetings, **24** regular meetings and **9** special Council meetings
- > Processed **81** Freedom of Information requests and **40** bylaws
- > **9** active Council Committees logged **30** meetings
- > **9** recommendations received from Council Committees

## 2019 Achievements

Continued updates to bylaws and policies.

Implemented a new Council orientation process.

Hosted the Federation of Canadian Municipalities (FCM) Board meeting and Southern Interior Local Government Association (SILGA) Annual General Meeting.

Held Council Meetings at Penticton Secondary School and Okanagan College to improve local government awareness.





# Communications & Engagement

## What We Do

In Communications & Engagement, we're focused on engaging with residents to seek input to inform Council about community interests and priorities. In addition, we keep residents informed about City operations plus decisions and directions from Council.

## 2019 Achievements

Conducted a citizen survey and used the results to inform Council Priorities for 2019-2020.

Undertook content and redesign work on the City's new website.

Prepared a community engagement policy and framework.

Expanded the City's social media content program via the popular Instagram platform; combined followership now exceeds 10,500.

Celebrated the 5,000th member joining the City's online community engagement website, Shape Your City.

Increased the City's use of information videos on Facebook, with an emphasis on recreation program users.



## 2019 Facts & Stats

- > Hosted **15** initiatives through the Shapeyourcitypenticton.ca online engagement platform resulting in **5,068** registered participants
- > **28** public events
- > **17** feedback activities with a total of **4,650** people participating





# Development Services Division

## What We Do

### Division

Staff from the Development Services Division are in a unique position to oversee many municipal processes that support development in our community – from long-range planning and approvals, through to construction, monitoring and ultimately occupancy. Development Services engages in a broad range of work including land use regulation and policy, economic and social development, ensuring compliance of development and business-related bylaws, and supporting the funding and delivery of new infrastructure related to development.

### Building & Licensing

In Building & Licensing, we help ensure buildings are safe and there are consistent standards for construction and development in Penticton. We also use licensing and other regulations to guide where various types of businesses can operate, and some specialized uses such as liquor licensing. We interact regularly with residents, local businesses and other stakeholders, providing information and education on how to meet City and provincial regulations, and enforcing these requirements as needed.

## 2019 Facts & Stats

### Development Engineering

- > **388** work orders exceeding **\$750,000** of work in installing and upgrading of services for new construction
- > Approximately **45** new lots in both major and minor subdivisions

### Building & Licensing

- > **\$182,436,759** in total construction value
- > Issued **39** single-family house permits and **718** building permits
- > Inspected **4,211** construction projects and business operations
- > Closed **686** permits
- > **3,216** active business licences (including **129** non-profit and **200** active Vacation Rentals)
- > **182** Building & Licensing enforcement case files
- > **\$2,281,041** in permit and licensing revenue

## Development Engineering

Working in close partnership with the Planning & Land Use Department and Building & Licensing Department, Development Engineering ensures that infrastructure built as part of new development meets established standards and conforms to City bylaws. Additionally, Development Engineering serves as a liaison between Public Works and Penticton's development and design community.

## Economic Development

In Economic Development, our mandate is to increase the economic vitality of Penticton. To do this, we collaborate with stakeholders – like community businesses, potential investors, not-for-profit organizations and social service agencies – as well as with Council and City staff to identify opportunities to support economic growth.



## 2019 Achievements

Implemented step one of the BC Energy Step Code as well as the new 2018 BC Building Codes. Penticton is one of only three communities in the region to take this progressive approach in energy efficiency and better building practices.

Continued to maintain permit review turnaround times below regional industry averages, with permit volumes remaining consistent with previous years.

Improved business licensing processing, decreasing average review times by 25%. Overall licensing revenues have continued to increase year over year by more than \$20,000 annually.

Worked with various departments to improve online services platform, which allows for more self-service tools for applying for business licenses, reviewing property information, making payments and submitting complaints.

Rebranded the City's short-term vacation rental program to reflect community priorities, increase education about how the program works and increase enforcement.

Expanded the City's Home Owner Permit Awareness program through re-branding and modifying online information.

Investigated the feasibility of expanding the City's long-term rental licensing program to improve health, safety and quality of rentals within the city.

Expanded community events and increased engagement with event stakeholders.

Economic Development manages the City's partnerships with the Downtown Penticton Association, K'ul Group, Airport, Chamber of Commerce and Travel Penticton. We follow a Five Year Strategic Plan that builds on our strengths and is focused on developing a prosperous community for the future.

## Planning & Land Use

Within Planning & Land Use, we manage land use policy and regulations for the City with the goal of achieving a livable city with a high quality of life. We are often the first point of contact for development in Penticton, and we ensure all development aligns with City bylaws and policies, including the Official Community Plan. We also oversee the community sustainability program, including climate action commitments, as well as addressing social development issues such as affordable housing, homelessness policy, childcare and seniors' issues.

Completed improvements to the City's Cross Connection program through updated forms and use of tracking software to reach a 99% compliance rate for mandatory annual device testing.

Expanded community events and increased engagement with event stakeholders.

Hosted Hiring & Housing and FutureBiz Penticton forums.

Convened a new Development & Economic Prosperity taskforce.

Provided support for daycare grant funding, an airport survey and doctor housing discussions.

Reviewed and adjusted existing development fees and charges to meet actual service levels and inflation.

Initiated a review of the Development Cost Charge program.

Integrated comprehensive new Development Permit Area Guidelines, created through extensive consultation, to guide the quality of new development.

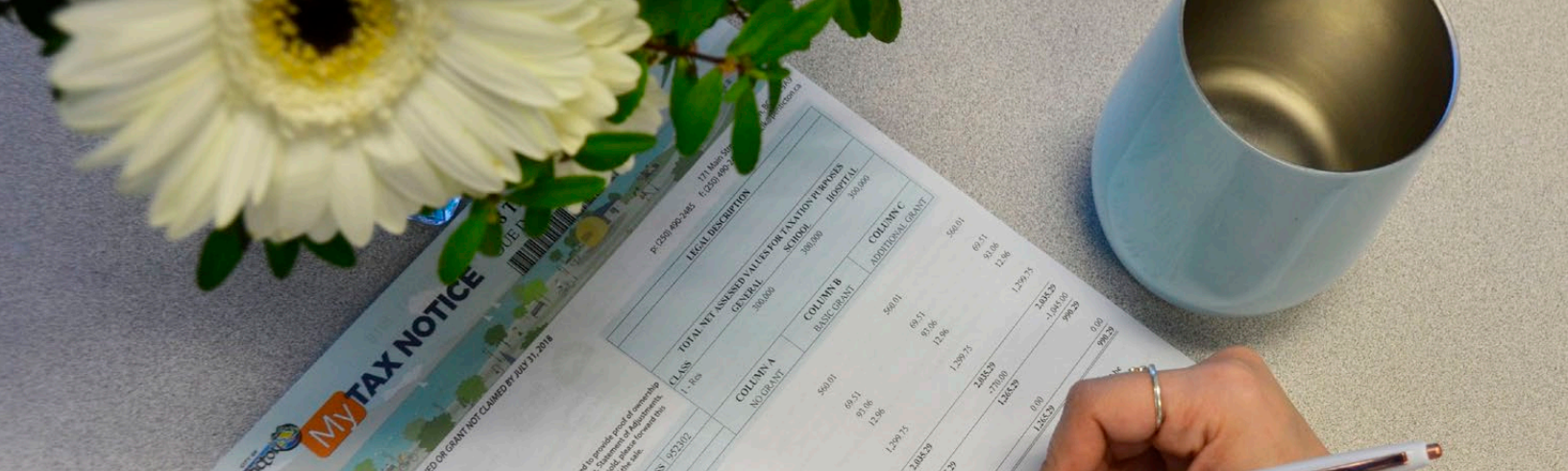
Initiated a Comprehensive Development Plan update to guide infrastructure and servicing investment reflecting directions in the new Official Community Plan.

Completed the servicing and infrastructure analysis for future growth areas and new subdivision applications.

Completed updating the City's Subdivision and Development Bylaw.

Strengthened working relationship with Penticton Airport and re-engaged the building permit process.





# Financial Services Division

## What We Do

### Division

The Financial Services Division is responsible for the financial administration of the City, the procurement of goods and services, the delivery of innovative information technology services and the administration of over 500 City properties. The division is led by the Chief Financial Officer and includes: Accounting, Budget, Revenue & Collections, Procurement & Inventory Services, Information Technology & Geographic Information Systems, and Land Management.

### Chief Financial Officer's Office

The Chief Financial Officer (CFO) provides strategic financial leadership to the City and financial advice to City Council. The CFO is the City's Risk Manager and administers the risk management and insurance program. The CFO leads business planning and reporting, and is leading the development and implementation of the Asset & Amenity Management Council Priority.

### Accounting

The Accounting Department provides financial leadership to the City as well as delivering transactional services and relevant reporting to both internal and external users for their decision-making purposes, as well as maintaining controls to safeguard the City's financial resources.

## 2019 Facts & Stats

### Accounting

- > Approximately **13,000** accounts payable invoices processed using approximately **6,500** cheques
- > Approximately **230** Cemetery sales

### Budget

The Budget Department is responsible for coordinating with each City department to establish a Five Year Financial Plan and ensures spending compliance with the Financial Plan. The Budget Department also manages the City's investments and coordinates in-year forecasts, annual updates to Fees and Charges, and annual Budget presentations to Council.

### Information Technology and Geographic Information Systems (IT/GIS)

The primary purpose of IT/GIS is to support City departments and other affiliated organizations with their daily use of IT services through quality customer service. To do this, we provide a secure and stable technology infrastructure which delivers reliable IT services and solutions to over 400 users.

## Land Management

The Land Management Department manages all City land sales and purchases, and administers the beach vending and mobile vending programs. Our department is also responsible for over 500 City-owned properties which includes over 40 residential and commercial tenancies. Our staff ensures legal requirements are met for various land transactions. We are also relied upon to provide legal research, data and title and company searches to all City departments.

## Procurement & Inventory Services

The Procurement & Inventory Services Department manages all of the City's purchasing processes, ensuring they follow an established competitive process, including coordinating all requests for proposals and bids for contracts. We also manage the City inventory through a consistent and efficient service delivery model and ensure appropriate disposal of City assets when they become obsolete or reach the end of their life cycle.

## Revenue & Collections

Revenue & Collections is responsible for billing and collecting a variety of service fees and taxes. These include fees for the City's electricity, water and sewage utilities as well as property taxes. We also provide collection services on behalf of a number of external organizations as their taxes are included in the City's property tax notices.

## 2019 Facts & Stats

### Land Management

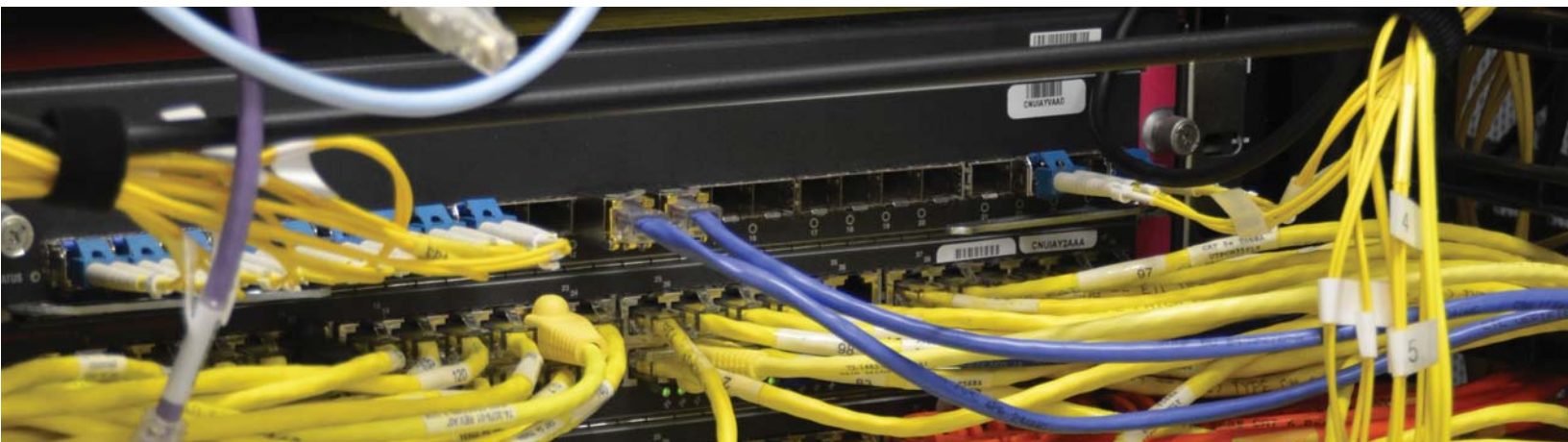
- > Prepared agreements for:
  - > **12** residential tenancies
  - > **110** leases and licences-to-use, in addition to **14** beach vendors in **23** locations and **5** concessions
  - > **13** Crown Leases/Licence of Occupation
- > **92** Land Title Office documents registered
- > **6** property purchases/land swaps

### Procurement & Inventory Services

- > **738** purchase orders issued, totalling **\$8,730,000**
- > **4,128** inventory withdrawals processed, totalling **\$1,625,000**
- > **\$4.8 million** saved by obtaining quotes

### Revenue & Collections

- > **36.2%** e-billed utility accounts (up 2.6% from 2018)
- > **19,440** utility accounts billed each month
- > **567** utility customers moving in and out of properties each month on average
- > **1,963** phone calls to Utilities staff and **2,709** calls fielded by reception staff each month on average
- > Of the **10,281** Home Owner Grants claimed, **36.79%** were done electronically, up 1.88%
- > Processed **3** properties through Tax Sale
- > **4,967** walk-in customers assisted by cashiers each month on average
- > **18,600+** payments received online each month







## 2019 Achievements

Established a risk management program that included a risk management framework, Council approved policy and a City-wide committee that manages and oversees the program.

Established formalized business planning and reporting that provides public accountability and transparency of the City's goals and priorities, and quarterly updates on the progress of achieving these results.

Established a strategic planning process that has resulted in City Council establishing three strategic priorities that guide City initiatives and focus areas.

Created a Reserve Policy that provides guidance and direction for the development, maintenance and use of the City's reserve funds.

Refined and amended the Municipal Grants Policy to ensure clarity, efficiency of process and evaluations.

Implemented software to increase efficiency in preparing the Financial Plan and improve the metrics and measures of the Financial Plan.

Updated and amended the Purchasing Policy to streamline approval levels while ensuring compliant procurement best practices.

Updated the Permissive Tax Exemption Policy, implemented updates for a more efficient application process as well as a balanced and sustainable approach to granting permissive tax exemptions for future year.

Delivered the 2019 Tax Rate Bylaw to Council with an emphasis on reviewing the tax ratios to continue striving for an equitable distribution of property taxes amongst the classes.

Implemented enhanced online payment options to accept credit card payment for utility bills.

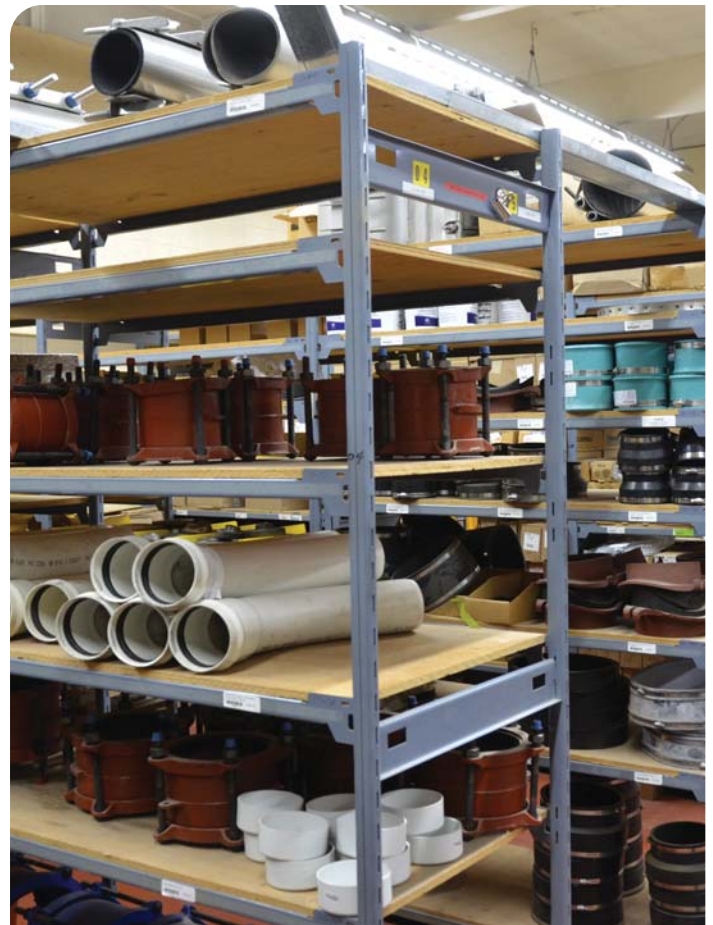
Secured a short-term operator for the Skaha Marina.

Secured License to Use Agreements for the Okanagan Avenue Industrial Properties with regard to encroachments into Ellis Creek riparian area.

Continued implementation of IT Service Management (ITSM) practices – launched the new IT Service Manager tool to capture IT knowledge and process requests from users.

Developed a high-level Disaster Recovery Plan to support improved service continuity when shifting from emergency response to recovery.

Created the structure for data migration and moved parks and facility data into the GIS to enable the creation of maps and apps to share and maintain these datasets.





# Infrastructure Division

## What We Do

### Division

The Infrastructure Division is responsible for overseeing many of the City's operations that enable our residents to go about their daily life. On a daily basis, we plan, design, construct, operate and maintain infrastructure assets like electrical distribution systems, roads, bridges, water treatment and distribution networks, and sewer collection and treatment systems. We also collect garbage and recycling, set utility rates and administer conventional and custom transit.

The division includes the Electric Utility, Engineering and Public Works departments.

### Electric Utility

The Electric Utility Department is responsible for overseeing the operations, maintenance and ongoing improvement of the City of Penticton's electrical distribution system. We manage the electrical distribution systems, electrical meters, traffic signals and street lighting.

### Engineering

The Engineering Department consists of the Design Branch, Water Treatment Branch and Waste Water Treatment Branch. We are responsible for the planning, design and construction administration of the road and pedestrian network, the water distribution system, the waste water collection system and the storm water drainage system. We are responsible for operating, maintaining, planning and administering design and construction for the water and waste water treatment plants, water reservoirs, water pump stations and sewage lift stations. We also keep record drawings and issue Special Event Road Closure Permits.

### Public Works

The Public Works Department consists of the Utilities Branch, the Roads & Drainage Branch, the Parks Branch and the Fleet Branch. We keep our community safe by bringing clean, safe drinking water to your door, providing irrigation water to the agricultural areas, operating and maintaining our City-owned dams, and providing a reliable sanitary sewer system and storm-water drainage system. We manage the roads in our community, as well as the parks and cemetery, and we collect your garbage and recycling. To help support these services, as well as those delivered by other departments, we also manage the City's fleet of vehicles.





## 2019 Facts & Stats

### Electric Utility

- > **18,646** active customer accounts
- > **4** substations feeding **21** distribution circuits
- > **4,063** power poles (**2,940** wood, **1,123** steel)
- > **2,697** distribution transformers
- > **362 km** of overhead power lines
- > **175 km** of underground cables
- > **3,335** streetlights
- > **39** traffic signals and **191** steel traffic poles
- > **4** pedestrian crossing signals

### Engineering

- > **6.32 billion** litres of water pumped from Okanagan Lake station to the Penticton Water Treatment Plant
- > **No water** drawn from Penticton Creek (used lake water only)
- > **16.79 million litres/day** required for average daily water demand
- > **4,536,100 m<sup>3</sup>** of wastewater received
- > **368 litres/day** discharged per person into the sewer system on average
- > The average cost to treat a cubic meter (1,000 litres) of wastewater was **\$0.60**

- > **6,192,472 kg** of bio-solids produced and trucked to Campbell Mountain Landfill for composting
- > **468,211 m<sup>3</sup>** of reclaimed water recycled for use as irrigation in City parks and golf courses

### Public Works

- > Maintained and supported: **184** City fleet mobile units, **124** City fleet small equipment, **51** Regional District of Okanagan-Similkameen fleet, **16** licensed fleet and **36** small equipment for City Fire Department, **19** generators, and **35** RCMP fleet
- > Maintained **250 km** of roads/lanes, **131 km** of sidewalks, **225 km** of water mains, **88 km** of storm water mains and **171 km** of sewer mains
- > **4,000 kg** of sewage waste compost produced
- > Collected through contract: **3,746** tonnes of garbage and **1,123** tonnes of recyclables
- > **38 km** of trails / walkways, **109 acres** turf, **16** sport fields and **10** playgrounds
- > **6** beach locations and **6** off-leash dog areas
- > **470+** pieces of furniture, **180+** hanging baskets, **250+** litter receptacles and **130+** irrigation systems





## 2019 Achievements

Completed the utility rate review with InterGroup Consultants and the Utility Rate Review Committee, and set electric, sanitary and water rates for 2020 to 2022.

Completed the Request for Proposal process for asset management software and started work on implementing the project.

Worked with the Regional District of Okanagan Similkameen and BC Transit to implement the new Penticton to Kelowna Regional Route 70, including a Park and Ride option.

Adopted the new Electric Utility Bylaw.

Adjusted payment plan terms to provide low interest loans to customers for installing solar panels on buildings.

Reviewed opportunities for power generation and peak shaving (leveling out peaks in utility use) for Penticton.

Reviewed lighting standards and commenced work on a multi-year improvement plan to address lighting issues for pedestrian crossings city wide.

Successfully managed the 2019 drought conditions.

Completed the Sewer Residuals Management Plan.

Completed the Robinson Property Park Master Plan.

Commenced the process for design and consultation of agricultural irrigation servicing.

Completed the data migration of parks, facilities and parking information into the GIS system.

Completed the replacement of aging and small water mains.

Completed the South Main Sanitary Sewer and Water.

Awarded the contract for the Main Street upgrade from Okanagan Avenue to Warren Avenue.

Commenced work on pedestrian crosswalk upgrades at three locations.

Approaching completion of the Phase II Drought Management Plan.

Approaching completion of the Ellis Creek Master Plan.

Commenced lake-to-lake bike route review.

Approaching completion of conversion of chlorine gas to liquid hypochlorite disinfection system.

Completed planned filter valve and actuator replacement.

Approaching completion of bio-reactor waste pump replacement.

Completed Lakeside Road North and South lift station upgrades.







# People & Community Safety Strategy Division

## What We Do

### Division

The People & Community Safety Strategy Division is part of a strategic approach to support all facets of community health and safety. Whether it is for the purpose of planning, operating or responding, this division, along with the RCMP and Fire Department, form the backbone of the City's ability to carry out Council's priority to support a safe, secure and healthy community. Our approach to this priority is also closely aligned with the mission to serve Penticton residents, businesses and visitors through good governance, partnership and the provision of effective and community-focused services.

The People & Community Safety Strategy Division encompasses the following areas:

### Bylaw Services

The Bylaw Services Department provides citizens with a variety of services related to regulatory issues. Our purpose is to enhance community safety, improve livability and be a complement to RCMP services. The department is committed to the delivery of professional bylaw education and enforcement in a timely and effective manner in accordance with Council direction. We also manage the delivery of the dog control program.

### Human Resources & Safety

The Human Resources & Safety Department is responsible for developing and managing corporate programs related to employee and labour relations, recruitment and selection, compensation, safety and employee well-being, training and development, benefits and payroll. Human Resources & Safety provides comprehensive strategies, programs, policies, services and consultation to support the City's exceptional people resources and meet organizational objectives. Human Resources & Safety is also responsible for overseeing four collective agreements and relationships with three union organizations representing City staff.

### Municipal RCMP Staff

The municipal RCMP staff are City employees who act as an integral part of the day-to-day operations of the RCMP Detachment. They perform highly technical and specialized duties that ensure the Detachment complies with RCMP policy and Provincial and Federal legislation. The staff also assist members with investigations by providing technical support on the various systems used by the RCMP and ensuring accuracy in the files for crime-reporting accuracy. Crime analysis is also provided to the Detachment, along with the care and control of persons in RCMP custody, Victim Services and creating disclosure documents for Crown that are important for effective prosecutions. The staff report to the Director of People & Community Safety Strategy while also having a direct link to the RCMP Officer in Charge.



## 2019 Facts & Stats

### Human Resources & Safety

- > 400 general resumes received
- > 53 external postings for 63 positions, with 1,628 applicants
- > 44 positions filled by external applicants
- > 57 internal postings for 68 positions, with 193 applicants
- > 49 positions filled by internal applicants

### Bylaw Services

- > 4,000+ complaint files
- > 900+ unauthorized camping/check on welfare requests with efforts to connect to social services
- > 6,243 Bylaw Offence Notices/tickets
- > \$92,000 in ticketing revenue
- > 100 vehicles towed
- > 5,000+ sharps collected from public spaces



## 2019 Achievements

Ratified three collective agreements at 2% increases per year; one with a six-year term and the others with five-year terms.

Completed a gap analysis of current Health & Safety plans in preparation for achieving a Certificate of Recognition.

Helped form and support the Mayor and Council Remuneration Advisory Task Force, which was created to review current compensation levels and make recommendations related to salary and benefits. The Task Force provided 11 recommendations, all of which were adopted by Mayor and Council.

Created and delivered a Language in the Workplace presentation to educate City leadership on the evolving appropriateness of words and the important role they play in setting an example.

Produced and implemented a Drug and Alcohol Policy and received 100% sign off from staff.

Modernized the Bylaw Officer position, and hired and trained two Community Safety Officers.

Implemented a new deployment strategy to address changing priorities and community/social issues, providing enhanced hours of service including downtown foot patrols and bike deployment.

Implemented sharps disposal program.

Updated bylaws, policies and procedures to provide a more effective and consistent process to support improved compliance with City bylaws.

Rebranded Bylaw Officer uniforms and vehicles to create a more visible and identifiable presence in the community.

Secured location and lease of new Bylaw/RCMP joint deployment office.

Increased use of GIS mapping systems data for strategic and intelligence led deployment purposes (the Information Technology department helped support this work).

Conducted a Good Neighbour Bylaw legal review and amendments.

Addressed seven situations that were brought to the Community Active Support Table for support services.

Implemented Dog Control Officer and Shelter Management efficiencies – including upgrades to the facility and dog run, social media improvements, a public education video and a Downtown Market etiquette video.





RCMP

## What We Do

Our mission as the Penticton RCMP service is to serve and protect the community, and work in partnership with the community to deliver a responsive and progressive police service. We promote respect for rights and freedoms, the law and democratic traditions, and we treat all people equally and with respect in accordance with our core values.

## 2019 Facts & Stats

- > **21,452** calls for service
- > **820** charges forwarded
- > **1,541** prisoners lodged
- > **305** Police Dog Services interventions
- > **325** forensic identification files
- > **519** Victim Services referrals
- > **132** impaired operation of motor vehicles investigations
- > **41** distracted driving investigations
- > **807** *Motor Vehicle Act* violation tickets
- > **611** motor vehicle collision investigations
- > **85** school talks and community events
- > **21** Restorative Justice referrals
- > **519** volunteer hours

## 2019 Achievements

Created a drug task force that actively targets the drug problem at the dealer level, and worked with Crown Counsel to improve court submissions for prolific offenders and targeting violent offenders.

Created community forums to give the public greater access to the information they need from the RCMP.

Created the Community Response Officer for youth and downtown to continue to improve upon the relationship with School District 67 and the Downtown Penticton Association (DPA).

Increased focus on enforcement initiatives which have been incorporated in all aspects of operations. These include a road safety blitz, targeting of repeat offenders of impaired driving in partnership with South Okanagan Traffic Services and expanded speed enforcement initiatives.

Supported the public's need for transparency and accountability, with a focus on financial reporting, accountability and consultation.

Conducted reviews of support service and detachment space utilization, and worked to make the changes required.



# Pentiction Fire Department

## What We Do

At the Pentiction Fire Department (PFD), we support a safe community and enhance the quality of life for our citizens by responding to emergencies including fires and motor vehicle accidents to help minimize injuries and loss of life or damage to property. We also help prevent fires and other emergencies through public education and inspections to ensure properties meet fire regulations and other safety requirements.

## 2019 Achievements

Completed Wildfire Urban Interface Pre Incident Plans and mapping of risk areas.

Hosted second annual Wildfire Training Symposium.

Generated \$100,000 in Community Resiliency Investment Grant funding for Fire Smart Pentiction.

Designed new fire apparatus to support both structural firefighting and rescue operations.

Renewed the Fire Service Agreement with Pentiction Indian Band and Regional District of Okanagan Similkameen for the West Bench area.

Generated \$59,000 in Emergency Management BC Grant funding for a flooding risk assessment.







# Recreation, Culture & Facilities Division

## What We Do

### Division

Contributing to a healthy community and enhancing quality of life are the overarching priorities of Recreation, Culture and Facilities. We welcome residents and visitors to our many recreation facilities and parks where we deliver a wide range of recreation programs and services for people of all ages. We design, operate and maintain City-owned buildings and through the Museum & Archives, we support preservation of the heritage and history of our community. Our Sports & Events office markets and promotes the City as an event destination.

### Culture – Museum & Archives

At the Penticton Museum & Archives we are committed to the presentation, preservation and interpretation of Penticton's history and heritage. We work with local heritage and natural history groups and we are active in provincial heritage and museum affairs. Within Archives, we collect and preserve the documentary and photographic history of the region and serve as an important resource for researchers and city staff.

### Facilities

The Facilities Department is responsible for planning, design, construction, operations and maintenance of City-owned and leased buildings. We ensure they operate at optimum efficiency to enable other City departments and lessees to effectively deliver services and programs to the community.

### Recreation

In Recreation, we promote and contribute to a healthy community and enhance the quality of life for Penticton residents and visitors through planning, management and delivery of recreation, aquatics, events and festivals, and active living opportunities. We partner with volunteers, community members and private sector providers to support recreation and wellness opportunities in our city.

### Sports & Events

The Sports & Events team promotes the City of Penticton as an event destination and contributes to a healthy and vibrant community by attracting, developing and facilitating festivals and sporting events in the City. The goals of the department are to extend the event season into non-peak periods, as well as encourage economic impact benefits and vibrancy in our community.

*Continued on next page*



## 2019 Facts & Stats

### Culture – Museum & Archives

- > **14,919** museum visits
- > **793** archives visitors
- > **90** programming events
- > **40** school presentations
- > **3** temporary exhibits
- > **24,100** images in digital photo library
- > **25** volunteers who provide valuable support in archival and museum operations

### Facilities

- > Responsible for **25** major buildings
- > Buildings range from **10-90 years** in age (average **42 years**)
- > Floor area of City buildings ranges from **100 to 250,000 square feet** (about **650,000 square feet** in total)

### Recreation

- > **2,800+** programs
- > **11,000+** facility and park bookings
- > **38,000** recreation guides distributed
- > **225+** bookings at Cleland Theatre
- > **\$28,000+** in grants to support programming
- > **\$28,900** provincial grant to support museum

### Sports & Events

- > Hosted **19** sporting events, **41** community events and **9** major events (not including indoor events at City facilities), such as:
  - > **7** events on the July long weekend, including grad parades, farmers and community markets, Rib Festival, Elvis Festival and Canada Day celebrations
  - > Peach City Beach Cruise
  - > Scottish Festival
  - > Granfondo
  - > Penticton Peach Festival
  - > Dragon Boat Festival
- > Supported multiple other family-friendly events for all ages, from charity fundraisers and awareness walks, to concerts and cultural festivals, to sporting tournaments and events.



## 2019 Achievements

Supported the UBC digitization project by identifying archival records suitable for digitization and delivered the materials to UBC.

Constructed a new display case for archival use, bringing the archival collection out into the public eye and stimulating public interest.

Collaborated with the Kampe Foundation in providing 100 photographic images from City archives for the new Kampe Tower at Penticton Regional Hospital.

Implemented PerfectMind, a new recreation management software.

Negotiated a five-year agreement to host IRONMAN Canada.

Successfully planned and delivered four key community events: Canada Day Celebrations & Fireworks, BC Day Celebrations, Rock the Sun Music Series and the Santa Claus Parade.

Awarded the Ministry of Child & Family Development Early Years contract in partnership with the YMCA of Okanagan resulting in approximately \$100,000/year of early years services being delivered at the Penticton Community Centre from 2019-2022.

Created a 2019/20 mandate for the Parks and Recreation Advisory Committee.

Continued focus on asset management investment planning and implementation.





# Penticton Public Library

## What We Do

At the Penticton Public Library, we have a mandate to promote literacy, meet the information needs of our community and offer programming opportunities for residents of all ages. In addition to physical and digital book collections, which are the most traditional service offered at a library, we also offer technical services such as the Integrated Library System (Catalogue), information technology training and support, and reference services to assist with research. We also offer programs for adults, youth and children.

## 2019 Facts & Stats

- > **21,775** active resident card holders
- > **341,657** items circulated (average **1,040** per day)
- > **100,714** items in collection
- > **3,135** items borrowed from or lent to other libraries
- > **62** Borrow-A-Librarian appointments
- > **29,257** reference questions answered
- > **346** programs delivered to **8,397** attendees (all ages)
- > **222,423** in-person visits plus **75,014** virtual visits
- > **21,267** public computer uses

## 2019 Achievements

Expanded and streamlined outreach services to ensure equitable delivery of library services to all people whether they can come to the library or are simply under served.

Increased use of online services – from e-books (Library2Go, RBD digital) to learning platforms (Mango Languages, Lynda.com), these services are being increasingly used and sought by residents.

Completed ongoing assessment of digital services, including examining current databases, testing new high-interest items and assessing these services in light of the Privacy Guidelines for BC Public Libraries.



# FINANCIAL STATEMENTS

<b>Chief Financial Officer's Report</b>	34
<b>Audit Report</b>	35
<b>Financial Statements</b>	37
<b>2019 Municipal Grant Program</b>	71
<b>2019 Permissive Tax Exemptions</b>	73
<b>2019 Revitalization Exemptions</b>	76



# Chief Financial Officer's Report

May 2020

Your Worship and Members of Council,

I am pleased to present the City of Penticton's 2019 Annual Financial Report for the year ended December 31, 2019 as required by Sections 98 and 167 of the *Community Charter*.

The audited financial statements and supplementary financial schedules have been prepared by City staff in conformance with generally accepted accounting principles as prescribed by the Public Sector Accounting Standards (PSAS) of the Chartered Professional Accountants of Canada. Management maintains systems of internal budgetary and accounting controls that provide assurance for safeguarding of assets and the reliability of information. These systems are monitored and evaluated by management.

These statements were audited by BDO Canada LLP, and their responsibility is to express an opinion as to whether the financial statements prepared by management present fairly the financial position of the City as at December 31, 2019. In their opinion the "consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City as at December 31, 2019".

Operating results from 2019 saw an increase in the City's net financial assets of almost \$14.0 million, bringing its total net financial assets to \$42.6 million. This resulted in an overall improvement of its accumulated surplus by 3.1%, with a total now of \$366.5 million.

Consolidated revenues for the City increased to \$121.1 million in 2019, a 1.1% increase over 2018. This increase was contributed to the increase in taxation revenue, a one-time doubling of the Community Works (Gas Tax) funds to support infrastructure and capacity building priorities, and an increase in investment revenues.

Consolidated expenditures were \$110.1 million – a decrease of 0.45% from 2018, mainly attributed to the additional electrical system projects completed in 2018. These decreases were offset by increases in protective services.



The general revenue fund saw an overall surplus of \$1,292,039, with revenues coming in at \$92.0 million, an increase of 4.1% over 2018. Revenues increased with additional taxation revenue collected, increased Community Works funds and increased investment revenues. Expenditures in 2019 were \$90.7 million, an increase of 3.3% over 2018. The main cost drivers include increases for collective agreement salary adjustments, inflationary cost increases, protective services costs, and transfers to reserves.

As with many municipalities, the City continues to foster strong growth and development while at the same time addressing its aging infrastructure and the emergence of many social issues that are causing safety and security concerns within the community. The City's 2020 Corporate Business Plan focuses on Asset and Amenity Management, Community Safety and Community Design.

In light of the COVID-19 pandemic, and the uncertainty around the short and long term effects of the pandemic, the City has taken steps to reassess its 2020 plan to ensure its long term stability by containing costs, and focusing efforts on essential services and critical projects. This has resulted in a temporary reduction of 20% of its work force and the deferral of non-critical capital projects. While the City has remained focused on its financial health, it has also taken steps to provide relief to its residents and businesses. Recognizing the economic recovery will take time, the City will need to reassess its priorities to ensure it remains fiscally prudent to ensure the investment of City resources enable the return to a prosperous environment for its residents and businesses.

A handwritten signature in black ink that reads "Jim Bauer". The signature is stylized, with a large, sweeping initial "J" and "B".

Jim Bauer



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BDO Canada LLP  
1631 Dickson Avenue, Suite 400  
Kelowna, BC V1Y 0B5 Canada

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## Independent Auditor's Report

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To the Mayor and Council of the Corporation of the City of Penticton

### Opinion

We have audited the financial statements of the Corporation of the City of Penticton and its controlled entities (the "Consolidated Entity"), which comprise the consolidated statement of financial position as at December 31, 2019, and the consolidated statement of operations, the consolidated statement of change in net financial assets and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Consolidated Entity as at December 31, 2019, and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

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

### Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the supplementary schedules included in the City of Penticton's Financial Statements.

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

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

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

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





### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

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

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

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

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

*BDO Canada LLP*

Chartered Professional Accountants

Penticton, British Columbia

May 19, 2020

The City of Penticton  
 Consolidated Statement of Financial Position  
 December 31, 2019

	<b>2019</b>	<b>2018</b>
<b>Financial Assets</b>		
Cash	\$ 6,113,656	\$ 7,623,410
Term Deposits (Note 1)	98,229,334	84,097,897
Accounts Receivable (Note 2)	10,293,510	11,216,855
	<u>114,636,500</u>	<u>102,938,162</u>
<b>Financial Liabilities</b>		
Accounts Payable and Accrued Liabilities	13,523,160	14,594,055
Development Cost Charges (Note 3)	17,825,761	15,657,283
Deferred Revenue	6,195,860	5,590,939
Deposits	3,509,106	4,105,303
Long Term Debt (Note 9)	30,980,819	34,373,676
	<u>72,034,706</u>	<u>74,321,256</u>
<b>Net Financial Assets</b>	\$ 42,601,794	\$ 28,616,906
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10)	\$319,836,475	\$322,516,179
Inventory	3,554,394	3,806,292
Prepaid Expenses	529,972	501,192
	<u>323,920,841</u>	<u>326,823,663</u>
<b>Accumulated Surplus</b>	<u>\$366,522,635</u>	<u>\$355,440,569</u>

See accompanying notes to the Consolidated Financial Statements.



The City of Penticton  
 Consolidated Statement of Operations and Accumulated Surplus  
 Year ended December 31, 2019

	<b>2019 Budget (Note 14)</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Taxation (Note 17)	\$ 33,937,395	\$ 33,975,415	\$ 32,206,019
Sales of Services	68,050,216	70,096,334	69,631,879
Government Grants and Transfers (Note 15)	2,410,315	3,863,313	2,981,154
Other Revenue	7,681,182	10,690,252	9,339,446
Other Contributions	2,432,076	2,438,716	3,448,277
Gain on Disposal	30,000	62,414	133,843
Contributed Asset	-	12,000	2,021,239
	<u>114,541,184</u>	<u>121,138,444</u>	<u>119,761,857</u>
<b>Expenditure (Note 11)</b>			
General Government	10,558,481	19,635,410	19,033,265
Protective Services	16,731,306	16,675,134	15,967,295
Transportation Services	5,839,571	9,868,392	10,823,613
Environmental Health Services	1,850,857	1,897,990	1,735,059
Public Health and Safety	275,000	244,253	231,941
Environmental Development Services	3,774,195	3,466,906	3,652,838
Recreation and Culture	10,973,017	12,040,690	12,127,262
Electrical Supply	33,985,196	35,680,839	37,215,864
Sewer System Utility	3,937,863	5,585,922	5,209,151
Water Utility Services	3,466,538	4,960,842	4,557,229
	<u>91,392,024</u>	<u>110,056,378</u>	<u>110,553,517</u>
<b>Annual Surplus</b>	23,149,160	11,082,066	9,208,340
<b>Accumulated Surplus, Beginning of Year</b>	<u>355,440,569</u>	<u>355,440,569</u>	<u>346,232,229</u>
<b>Accumulated Surplus, End of Year</b>	<u>\$ 378,589,729</u>	<u>\$ 366,522,635</u>	<u>\$ 355,440,569</u>

See accompanying notes to the Consolidated Financial Statements.

The City of Penticton  
 Consolidated Statement of Change in Net Financial Assets  
 Year ended December 31, 2019

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
Annual surplus	\$ 23,149,160	\$ 11,082,066	\$ 9,208,340
Acquisition of Tangible Capital Assets (Note 10)	(20,743,635)	(11,555,786)	(20,968,033)
Amortization (Note 10)	-	14,218,490	13,846,173
Net Disposal of Tangible Capital Assets (Note 10)	-	29,000	817,727
Contributed Tangible Capital Assets (Note 10)	-	(12,000)	(2,021,239)
Asset reclassification (Note 10)	-	-	217,783
	<u>2,405,525</u>	<u>13,761,770</u>	<u>1,100,751</u>
Change in Prepaid Expenses (Increase)	-	(28,780)	95,346
Consumption of Supplies Inventories	-	251,898	(170,020)
	<u>-</u>	<u>223,118</u>	<u>(74,674)</u>
<b>Increase in Net Financial Assets</b>	2,405,525	13,984,888	1,026,077
<b>Net Financial Assets, Beginning of Year</b>	28,616,906	28,616,906	27,590,829
<b>Net Financial Assets, End of Year</b>	<u>\$ 31,022,431</u>	<u>\$ 42,601,794</u>	<u>\$ 28,616,906</u>

See accompanying notes to the Consolidated Financial Statements.



# The City of Penticton

## Consolidated Statement of Cash Flows

### Year ended December 31, 2019

	<b>2019</b>	<b>2018</b>
<b>Operating Transactions</b>		
Annual Surplus	\$ 11,082,066	\$ 9,208,340
<b>Change in Non-Cash Operating Items</b>		
(Increase) decrease in Accounts Receivable	923,345	132,837
Decrease in Trade Accounts Payable and Accrued Liabilities	(1,070,895)	(950,330)
Increase in Development Cost Charges	2,168,478	1,067,316
Increase in Deferred Revenues	604,921	216,373
Decrease in Deposits	(596,197)	(500,372)
(Increase) decrease in Prepaid Expenses	(28,780)	95,346
(Increase) decrease in Inventory	251,898	(170,020)
Net Disposal of Tangible Capital Assets	29,000	817,727
Amortization	14,218,490	13,846,173
Contributed Tangible Capital Assets	(12,000)	(2,021,239)
Asset reclassification	-	217,782
	<u>16,488,260</u>	<u>12,751,593</u>
<b>Cash Provided by Operating Activities</b>	27,570,326	21,959,933
<b>Capital Transactions</b>		
Cash Used to Acquire Tangible Capital Assets	(11,555,786)	(20,968,033)
<b>Financing Transactions</b>		
Debt Proceeds	-	1,530,000
Debt Repayment	(3,392,857)	(4,329,729)
<b>Investing Transactions</b>		
(Increase) decrease in Term Deposits	(14,131,437)	3,701,186
<b>Change in Cash</b>	(1,509,754)	1,893,357
<b>Cash, Beginning of Year</b>	<u>7,623,410</u>	<u>5,730,053</u>
<b>Cash, End of Year</b>	<u>\$ 6,113,656</u>	<u>\$ 7,623,410</u>
<b>Supplemental Cash Flow Information</b>	<b>2019</b>	<b>2018</b>
Interest Paid	\$ 1,806,219	\$ 2,717,396

Note: Investment income recognized includes an actuarial addition to the sinking fund

See accompanying notes to the Consolidated Financial Statements.

# The City of Penticton

## Significant Accounting Policies

### December 31, 2019

#### **Management's Responsibility for the Financial Statements**

The consolidated financial statements of the City are the responsibility of management. They have been prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. The Corporation of the City of Penticton ("the City") is a municipality in the Province of British Columbia and operates under the provisions of the Community Charter. The City provides municipal services such as fire, public works, planning, parks, recreation and other general government services.

#### **Basis of Consolidation**

The consolidated financial statements reflect the assets, liabilities, revenue and expenses of all municipal organizations, committees and Boards which are owned or controlled by the City. All inter-entity transactions and balances have been eliminated. The controlled organizations include:

Penticton Public Library

#### **Deferred Revenue**

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the Consolidated Statement of Financial Position. The revenue is recognized in the Consolidated Statement of Operations in the year in which it is used for the specified purpose.

#### **Revenue Recognition**

##### **Taxation**

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of an allowance for anticipated uncollected amounts.

##### **Government Transfers**

Government transfers are recognized as revenue in the financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

##### **Utilities**

Charges for sewer and water usage are recorded as user fees. Connection fee revenues are recognized when the connection has been established. Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled.



# The City of Penticton

## Significant Accounting Policies

### December 31, 2019

#### Revenue Recognition continued

##### Fee for Service

Sales of service and other revenue is recognized on an accrual basis.

##### Inventory

The City holds consumable inventory which is recorded at the lower of cost and net realizable value. Cost is determined on a weighted average basis.

#### Tangible Capital Assets

Tangible capital assets are not available to discharge existing liabilities and are held for use in the provision of goods and services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

Tangible capital assets are recorded at cost, net of capital asset disposals, write-downs and amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. The City holds several works of art and historic treasures that have not been included in the tangible capital assets, including displays at the museum and various works of art and decorations in the facilities. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	20 to 70 years
Roads and Sidewalks	25 to 75 years
Machinery and Equipment	5 to 20 years
Water Infrastructure	50 to 100 years
Sewer Infrastructure	10 to 100 years
Electrical Infrastructure	20 to 50 years
Parks and Recreation Infrastructure	10 to 50 years
Vehicles	10 to 20 years
Furniture and Equipment	10 to 20 years
Computer Hardware and Software	4 to 10 years
Books and Library Materials	5 to 13 years
Construction in progress	No amortization taken

# The City of Penticton

## Significant Accounting Policies

### December 31, 2019

#### **Retirement and Employee Benefits**

The City's retirement contributions due during the period to its multi-employer defined benefit plan are expensed as incurred.

City employees belonging to CUPE local 608 are eligible to accumulate sick leave until termination of employment. Unused sick leave is not eligible for payment upon retirement or termination and may not be used as vacation. Employees may accumulate a maximum of 10 days of sick leave.

#### **Reserve for Future Expenditure**

Reserves for future expenditure are non-statutory reserves which represent an appropriation of surplus for specific purposes. Transfers to reserves for future expenditure include funds to finance incomplete projects and accumulations for specific purposes.

#### **Statutory Reserve Funds**

The use of these funds is restricted by the Community Charter and associated Municipal Bylaws. Statutory reserve funds are funded 100% by cash and temporary investments.

#### **Use of Estimates**

The preparation of consolidated financial statements in accordance with Public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. Adjustments, if any, will be reflected in the consolidated financial statements in the period that the change in estimate is made, as well as in the period of settlement if the amount is different.

#### **Collection of Taxes on Behalf of Other Taxation Authorities**

The City collects taxation revenue on behalf of other entities. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of entities are not reflected in these consolidated financial statements.

#### **Contaminated Sites**

A liability for contaminated sites is recognized when a site is not in productive use and the following criteria are met:

- a) An environmental standard exists
- b) Contamination exceeds the environmental standard
- c) The City is directly responsible or accepts responsibility for remediation
- d) It is expected that future economic benefits will be given up; and
- e) A reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

As at December 31, 2019 the City has no liability for contaminated sites.



# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 1. Term Deposits

	Maturity Date	Effective Interest Rate (%)	2019	2018
Valley First	Feb 25, 2020	3.05	\$ 6,000,000	\$ -
Valley First	Feb 27, 2020	2.70	5,000,000	-
Valley First	Feb 27, 2020	2.70	3,000,000	-
Valley First	Aug 9, 2020	2.40	5,000,000	-
Valley First	Aug 17, 2020	2.45	6,168,541	-
Valley First	Dec 3, 2020	2.50	5,000,000	-
Valley First	Aug 9, 2021	2.45	5,000,000	-
Valley First	Dec 3, 2022	2.60	8,000,000	-
Valley First	Aug 17, 2023	3.05	5,152,500	-
Valley First	n/a	-	11,908,293	-
Canaccord	May 19, 2020	2.35	10,000,000	-
Canaccord	May 19, 2020	2.55	4,000,000	-
Canaccord	May 17, 2021	2.80	1,000,000	-
Canaccord	May 17, 2021	2.90	7,000,000	-
Canaccord	May 17, 2021	2.80	6,000,000	-
Canaccord	Aug 17, 2022	2.50	5,000,000	-
Canaccord	Aug 17, 2024	2.80	2,500,000	-
Canaccord	Aug 17, 2024	2.75	2,500,000	-
Valley First Redemptions		-	-	57,054,750
Municipal Finance Authority		-	-	27,043,147
			<u>\$ 98,229,334</u>	<u>\$ 84,097,897</u>

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 2. Accounts Receivable

	<b>2019</b>	<b>2018</b>
Property Taxes	\$ 1,237,588	\$ 956,826
Other Receivables	1,957,233	3,468,399
Federal Government	218,107	266,759
Provincial Government	617,235	1,117,793
Regional District Okanagan Similkameen	103	167,580
Other Government Agencies	63,927	50,131
Utility Rates Receivable	4,920,631	4,764,047
Accrued Interest Receivable	1,271,140	402,634
Cemetery Trust Fund Receivable	7,546	22,686
	<u>\$ 10,293,510</u>	<u>\$ 11,216,855</u>

#### 3. Development Cost Charges (DCC)

The City collects development cost charges to pay for a proportionate share of infrastructure related to new growth. In accordance with the Local Government Act of BC, these funds must be deposited into a separate reserve fund. When the related costs are incurred, the DCCs are recognized as revenue.

	<b>2019</b>	<b>2018</b>
<b>DCC by Type</b>		
Roads DCC	\$ 2,028,043	\$ 1,831,008
Parks DCC	1,017,251	833,394
Drainage DCC	451,100	328,395
Waste Water DCC	9,936,906	8,632,969
Water DCC	4,392,461	4,031,517
	<u>17,825,761</u>	<u>15,657,283</u>
<b>DCC Activity</b>		
Balance, Beginning of Year	15,657,283	14,589,967
Return on Investments	287,495	264,877
DCCs Levied in the Year	2,082,890	1,239,738
Transfers to General Operating and Capital	(201,907)	(437,299)
	<u>\$ 17,825,761</u>	<u>\$ 15,657,283</u>



# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 4. Development Cost Charges Reductions

In 2010, Council adopted the Development Cost Charge Reduction Bylaw and the companion Economic Incentive Zone Bylaw. The purpose of these bylaws was to spur development in key areas of the City, promote sustainable development and promote the development of affordable rental housing. The bylaws also contain provisions to encourage high-end hotel development. These bylaws will reduce the value of development cost charges, building permit fees and municipal taxes received by The City of Penticton for eligible developments.

The DCC reductions and Economic Incentive tax exemption program have been implemented in accordance with the provisions of Section 933(1) of the Local Government Act and Section 226 of the Community Charter, respectively. In 2019 \$357,149 (2018 - \$390,373) of Economic Incentive tax exemptions were granted. In addition, Council approved \$138,292 (2018 - \$910,736) of DCC reductions in 2019.

#### 5. Deferred Revenue

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as Deferred Revenue on the Consolidated Statement of Financial Position. The revenue is recognized in the Consolidated Statement of operations in the year in which it is used for the specified purpose. Deferred Revenue is comprised of the following:

	<u>Taxes</u>	<u>Rec</u>	<u>Other</u>	<u>Total</u>
Balance at December 31, 2018	\$ 4,503,159	\$ 224,461	\$ 863,319	\$ 5,590,939
Collected	9,374,946	703,199	593,741	10,671,886
Recognized	(8,841,412)	(677,004)	(548,549)	(10,066,965)
<b>Balance at December 31, 2019</b>	<b>\$ 5,036,693</b>	<b>\$ 250,656</b>	<b>\$ 908,511</b>	<b>\$ 6,195,860</b>

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### **6. Pension Liability**

The City and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for administering the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2018, the Plan has about 205,000 active members and approximately 101,000 retired members. Active members include approximately 40,000 contributors from local governments.

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

The most recent actuarial valuation as at December 31, 2018 indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The City of Penticton paid \$2,170,449 (2018 - \$2,104,076) for employer contributions to the Plan in fiscal 2019.

The next valuation will be as at December 31, 2021 with results available in 2022.

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

#### **7. Contingent Liabilities**

##### **a. Regional District of Okanagan Similkameen**

Under Section 836 of the Local Government Act, all monies borrowed by a Regional District, shall be upon its credit at large and shall, in the event of any default, constitute an indebtedness of the member municipalities for which they are jointly and severally liable. At December 31, 2019, the long term debt of the Regional District aggregated \$75,748,289 (2018 - \$79,084,988).

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 7. Contingent Liabilities continued

##### b. Legal Actions

As at December 31, 2019, certain legal actions are pending against the City as follows:

1. The City is aware of various liens registered against the City owned properties located at 903-969 Eckhardt Ave W. These liens were filed by various companies engaged by the third party purchaser of the same properties who subsequently defaulted on the purchase. These companies were not paid and they filed liens against the properties. Twelve liens were filed representing claims totaling \$2,111,921.90. Since then, and within the one year limitation period under the Builders Lien Act, five lien claimants had started legal actions against various parties, including the City, and filed certificates of pending litigation ("CPL") against the properties. One claimant has subsequently abandoned its lien claim and discontinued its action and another claimant reached a settlement. The remaining three claims remain alive with the value of these lien claims totaling \$663,851. It is unknown at this time the likely outcome; however, damages could reach \$66,000, which is 10% of the total claims still being advanced.

2. The City has been named a party to an action with respect to a claim made for interference with development rights. The Claimant may have a reasonable basis for a claim; however given the uncertainty of the amount and likelihood of the claim, no accrual has been recorded in regards to these costs.

##### c. General Contingencies

From time to time there are potential claims against the City for incidents which arise in the ordinary course of business. In the opinion of management and legal counsel, the outcomes of the claims are not determinable at this time and cannot be estimated. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.

#### 8. Letters of Credit

In addition to the performance deposits reflected in the Consolidated Statement of Financial Position, the City is holding irrevocable Letters of Credit in the amount of \$664,938 which were received from depositors to ensure their performance of works to be undertaken within the City. These amounts are not reflected in the Consolidated Financial Statements but are available to satisfy liabilities arising from non-performance by the depositors.



# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 9. Long Term Debt

Long term debt reported on the Consolidated Statement of Financial Position is comprised of the following:

	<b>2019</b>	<b>2018</b>
Long Term Debt	\$ 30,980,819	\$ 34,373,676

Principal repayments relating to long term debt of \$30,980,819 outstanding are due as follows (in thousands):

	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Thereafter</b>	<b>Sinking Fund</b>
General Fund	\$ 1,346	\$ 1,215	\$ 1,215	\$ 1,218	\$ 915	\$ 3,277	\$ 6,142
Sewer Fund	539	539	539	539	539	2,356	4,023
Water Fund	422	422	422	422	422	1,506	2,962
	<u>\$ 2,307</u>	<u>\$ 2,176</u>	<u>\$ 2,176</u>	<u>\$ 2,179</u>	<u>\$ 1,876</u>	<u>\$ 7,139</u>	<u>\$ 13,127</u>

Long term debt is secured by the assets of the City. The Long Term Debt is held by the Municipal Finance Authority. The principal payments are invested by the Municipal Finance Authority into a Sinking Fund. The principal repayments are currently calculated at a rate of 2.5%. The 2019 earnings in the Sinking Fund were calculated to be \$1,060,511 and are included in Other Revenue on the Consolidated Statement of Operations.

#### 10. Tangible Capital Assets

The City of Penticton budgets for Tangible Capital Assets (TCA) as well as non-operating repairs and maintenance through the capital budget. During the year, the City incurred \$17,461,473 of expenditures that fall within the Capital Budget. Of this amount, \$11,404,021 met the TCA capitalization policy criteria while the remaining \$6,057,452 was expensed due to the expenditure being outside the TCA capitalization policy criteria or they were related to repairs and maintenance.

# The City of Penticton Notes to the Consolidated Financial Statements December 31, 2019

## 10. Tangible Capital Assets continued

	Land	Building	Equipment	Sewer Infrastructure	Water Infrastructure	Electrical Infrastructure	Roads	Construction in Progress	2019 Total
<b>COST</b>									
Opening Balance	\$ 52,381,359	\$ 166,727,589	\$ 44,118,377	\$ 54,760,269	\$ 59,058,201	\$ 79,195,259	\$ 91,949,590	\$ 2,034,141	\$ 550,224,785
Add: Additions	-	1,851,292	2,466,157	737,132	853,496	935,875	2,105,293	2,606,539	11,555,784
Add: Trsf to/from Construction in Progress	-	590,092	-	-	-	1,232,956	-	(1,823,048)	-
Add: Contributed Assets	12,000	-	-	-	-	-	-	-	12,000
Less: Disposals	-	-	352,569	-	-	11,158	-	-	363,727
	52,393,359	169,168,973	46,231,965	55,497,401	59,911,697	81,352,932	94,054,883	2,817,632	561,428,842
<b>ACCUMULATED AMORTIZATION</b>									
Opening Balance	-	76,120,294	29,452,871	11,606,550	20,017,692	38,646,995	51,864,202	-	227,708,604
Add: Amortization	-	5,048,036	2,102,122	1,108,100	908,014	2,175,669	2,876,549	-	14,218,490
Less: Acc Amortization on Disposals	-	-	323,569	-	-	11,158	-	-	334,727
	-	81,168,330	31,231,424	12,714,650	20,925,706	40,811,506	54,740,751	-	241,592,367
<b>Net Book Value for Year Ended Dec. 31, 2019</b>	\$ 52,393,359	\$ 88,000,643	\$ 15,000,541	\$ 42,782,751	\$ 38,985,991	\$ 40,541,426	\$ 39,314,132	\$ 2,817,632	\$ 319,836,475

# The City of Penticton Notes to the Consolidated Financial Statements December 31, 2019

## 10. Tangible Capital Assets continued

	Land	Building	Equipment	Sewer Infrastructure	Water Infrastructure	Electrical Infrastructure	Roads	Construction in Progress	2018 Total
<b>COST</b>									
Opening Balance	\$ 48,519,310	\$ 164,888,807	\$ 40,780,317	\$ 52,295,961	\$ 55,287,055	\$ 74,893,453	\$ 87,441,232	\$ 4,731,681	\$ 528,837,816
Add: Additions	3,930,923	2,044,798	2,989,580	1,218,242	2,759,538	1,901,777	4,149,700	1,973,475	20,968,033
Add: Trsf to/from Construction in Progress	-	34,920	517,507	311,360	1,189,416	2,400,029	-	(4,453,232)	-
Add: Contributed Assets	-	-	-	934,706	350,686	-	735,847	-	2,021,239
Less: Disposals	68,874	240,936	169,027	-	528,494	-	377,189	-	1,384,520
Re-classification to Financial Assets	-	-	-	-	-	-	-	(217,783)	(217,783)
	52,381,359	166,727,589	44,118,377	54,760,269	59,058,201	79,195,259	91,949,590	2,034,141	550,224,785
<b>ACCUMULATED AMORTIZATION</b>									
Opening Balance	-	71,318,473	27,567,519	10,508,279	19,379,927	36,527,883	49,127,144	-	214,429,225
Add: Amortization	-	4,936,745	2,003,770	1,098,271	890,867	2,119,112	2,797,408	-	13,846,173
Less: Acc Amortization on Disposals	-	134,924	118,418	-	253,102	-	60,350	-	566,794
	-	76,120,294	29,452,871	11,606,550	20,017,692	38,646,995	51,864,202	-	227,708,604
<b>Net Book Value for Year Ended Dec. 31, 2018</b>	\$ 52,381,359	\$ 90,607,295	\$ 14,665,506	\$ 43,153,719	\$ 39,040,509	\$ 40,548,264	\$ 40,085,388	\$ 2,034,141	\$ 322,516,181



# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 11. Reporting by Object

	<b>2019</b>	<b>2018</b>
Salaries and Benefits	\$ 29,837,885	\$ 27,897,780
Goods and Services	50,910,359	51,773,399
Interest	1,806,219	2,717,396
Amortization	14,218,490	13,846,173
Other Expenses	1,911,656	2,285,572
Vehicle & Equipment Maintenance	3,844,906	5,002,150
Policing Agreement	7,526,863	7,031,047
	<u>\$ 110,056,378</u>	<u>\$ 110,553,517</u>

#### 12. Credit Facilities

##### a. Line of Credit

The City holds a \$5,000,000 line of credit with the Valley First Credit Union. This line of credit has a borrowing rate of prime and is secured by the Revenue Anticipation Borrowing Bylaw 2011 No. 5003.

As of December 31, 2019 there was no balance outstanding.

##### b. Bank Indebtedness

The City holds a \$4,230,000 EFT limit.

#### 13. Municipal Finance Authority

Cash Deposits and Demand Notes - The City issues the majority of its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds is withheld by the Municipal Finance Authority as a debt reserve fund. The City also executes demand notes in connection with each debenture whereby the City may be required to loan certain amounts to the Municipal Finance Authority. These demand notes are contingent in nature.

Proceeds on loan requests are 98.40% of the gross amount of the loan. 1% is deducted by the MFA for security against loan default (this is held in trust by the MFA in its Debt Reserve Fund and will be refunded to clients, with interest, at loan expiry). The remaining 0.60% is deducted as an issue expense to cover the costs of administering the Debt Reserve Fund.

As at December 31, 2019 the Debt Reserve Fund demand note requirements were \$1,830,379 (2018 - \$1,847,557). In addition, cash deposits totaling \$859,924 (2018 - \$844,411) were held by the MFA.

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 14. Budget

The Financial Plan (Budget) Bylaw No. 2019-10 adopted by Council on April 2, 2019 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget figures anticipated use of reserves accumulated in previous years to reduce current year expenditures in excess of current year revenues to Nil. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Council with adjustments as follows:

	<b>2019</b>
Financial Plan (Budget) Bylaw surplus for the year	\$ -
<b>Add:</b>	
Transfer to Funds/Reserves	21,973,920
Debt Principal Repayments	2,333,054
Budgeted Capital Expenditures - General	6,960,397
Budgeted Capital Expenditures - Electric	3,693,238
Budgeted Capital Expenditures - Sewer	4,577,800
Budgeted Capital Expenditures - Water	5,512,200
<b>Less:</b>	
Budgeted Transfers from Surplus	21,901,449
<b>Budget Surplus per Statement of Operations</b>	<b>\$ 23,149,160</b>

#### 15. Transfers From Other Governments

	<b>2019</b>	<b>2018</b>
Gas tax community works fund	\$ 2,984,053	\$ 1,507,824
Traffic fine revenue sharing	385,097	385,881
Okanagan Basin Water Board grants	174,654	211,504
Province of British Columbia - Carmi Reservoir	-	511,705
BC Arts Council	20,900	18,000
Library	131,916	132,218
Miscellaneous	166,693	214,022
	<b>\$ 3,863,313</b>	<b>\$ 2,981,154</b>

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 16. Penticton Public Library

The establishment of a municipal public library in the City of Penticton Bylaw 2639 was passed December 8, 1969. The Bylaw indicates that the City exercises significant influence over the Penticton Public Library and is required to fund its operations as per the Library Act. The Penticton Public Library assets as managed by the Library Board are recorded as assets of the City. The operations of the Penticton Public Library have been wholly consolidated by the City.

#### 17. Taxation

	<b>Budget</b>	<b>2019</b>	<b>2018</b>
<b>Municipal Taxation</b>			
Real Property	\$ 33,431,395	\$ 33,368,337	\$ 31,575,505
Special Assessments	171,000	147,128	170,067
Grants in Lieu	335,000	459,950	460,447
<b>Total municipal taxation</b>	<b>33,937,395</b>	<b>33,975,415</b>	<b>32,206,019</b>
<b>Collections For other Governments</b>			
School	17,394,721	15,866,523	15,647,890
Regional District	1,639,331	2,078,370	1,940,995
Regional Hospital	2,662,296	2,625,433	2,603,331
BCAA	482,507	413,586	409,730
<b>Total collections for other taxing authorities</b>	<b>22,178,855</b>	<b>20,983,912</b>	<b>20,601,946</b>
Transfers to Other Governments	(22,178,855)	(20,988,919)	(20,595,283)
Supplemental Taxation Recovered (Remitted)	-	5,007	(6,663)
<b>Net taxation for municipal purposes</b>	<b>\$ 33,937,395</b>	<b>\$ 33,975,415</b>	<b>\$ 32,206,019</b>

#### 18. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year presentation.



# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### 19. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset in the future. The City's contractual rights arise because of contracts entered into for long-term land leases that grant rights to the City, upon termination of the lease, to any Building(s) the Tenant has constructed on the land. The following listing outlines the nature, amount, and timing for each of the City's contractual rights to future assets:

##### **The Penticton Golf & Country Club**

The LEASE Agreement between The City of Penticton and The Penticton Golf & Country Club dated July 1, 2007, will generate an asset to the City upon expiry of the lease. The LEASE Agreement grants the right of ownership of the Golf Clubhouse Building to the City; the current market value for this building is \$1,656,000. This is a 26 year, 4 month Lease, due to expire in 2033.

##### **Art Gallery of the South Okanagan (Inc. 9986)**

The LEASE Agreement between The City of Penticton and the Art Gallery of the South Okanagan (Inc, 9986) dated October 1, 1999, will generate an asset to the City upon expiry of the lease. The LEASE Agreement grants the right of ownership of the Art Gallery Building to the City; the current market value for this building is \$935,000. This is a 20 year Lease, that expired in 2019 and is currently operating on a month to month basis.

##### **Penticton Seniors' Drop-in Centre Society**

The LEASE Agreement between The City of Penticton and the Penticton Seniors' Drop-in Centre Society dated May 31, 2019, will generate an asset to the City upon expiry of the lease. The LEASE Agreement grants the right of ownership of the Drop-In Centre Building to the City; the current market value for this building is \$1,708,000. This is a 20 year Lease, due to expire in 2039.

##### **Gateway Casinos & Entertainment Limited**

The LEASE Agreement between The City of Penticton and Gateway Casinos & Entertainment Limited dated May 4, 2016, will generate an asset to the City upon expiry of the lease. The LEASE Agreement grants the right of ownership of the Casino Building to the City; the current market value for this building is \$12,595,000. This is a 20 year Lease, due to expire in 2036 with two 10-year extension options.

#### 20. Segmented Information

The City is a diversified municipal government institution that provides a wide range of services to its citizens such as transit, police, fire, water and electricity. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

##### **General Government Services**

General Government operations are primarily funded by property taxation. This segment includes all of the revenues and expenses that relate to the operations of the City itself and cannot be directly attributed to one of the other specific segments including administration, financial services, human resources, information technology, and revenue and collections.

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### **20. Segmented Information continued**

##### **Protective Services**

Protection is comprised of police services, fire protection dog control and building services. The police services work to ensure the safety and protection of the citizens and their property. The fire department is responsible to provide fire suppression service, fire prevention programs, training and education.

##### **Transportation Services**

Transportation is responsible for the delivery of municipal public works services related to the City's public transit services, roads and maintenance, bridges, drainage systems, bylaw services, public works, street lighting and traffic control.

##### **Environmental Health Services**

Environmental services consists of providing waste disposal to citizens.

##### **Public Health and Safety**

Health services are comprised of public health services; this segment includes the operation of the City's Cemeteries.

##### **Environmental Development Services**

This segment includes city planning, economic development and ensures all property development and land use is in line with City Bylaw's and policies and is in the best interest of the community.

##### **Recreation and Culture**

This segment provides services meant to improve health and development of the City's citizens. Recreational programs and cultural programs like swimming and skating lessons are provided at the arenas, the aquatic centre and the community centre. Also, the City provides library services to assist with its citizens' informational needs and a museum that houses collections and artifacts. The segment also includes parks, land administration and the City's net contribution to the operations of the South Okanagan Events Centre.

##### **Electrical Utility**

The electrical supply system is responsible for distribution of electricity to the City's citizens and businesses. This segment includes all of the operating activities related to the supply of the City's electricity.

##### **Sewer Utility**

The City's sanitary sewer system collects, conveys and treats and disposes of domestic and industrial wastewater. This segment includes all of the operating activities related to the collection and treatment of wastewater (sewage) throughout the City.

# The City of Penticton

## Notes to the Consolidated Financial Statements

### December 31, 2019

#### **20. Segmented Information continued**

##### **Water Utility**

The water utility is responsible for planning, designing, building and operating and maintaining the City's water system and includes all of the operating activities related to the treatment and distribution of water throughout the City.

#### **21. Cemetery Perpetual Trust Fund**

The Cemetery Trust fund is established in accordance with the Cremation, Interment, and Funeral Services Act, to upkeep the cemetery grounds/facilities upon closure of the cemetery. As per legislation, current interest income earned on the Reserve balance may be used to offset cemetery operating and capital expenditures. Annual cemetery operating and capital expenditures are approved by Council through the annual budgeting process. The trust fund assets and liabilities are not included in the consolidated financial statements. At December 31, 2019, the balance of funds held in trust was \$1,056,150 (2018 - \$1,017,095).

#### **22. COVID-19**

Subsequent to year end, the impact of COVID-19 in Canada and on the global economy increased significantly. As the impacts of COVID-19 continue, there could be further impact on the City, its citizens, employees, suppliers and other third party business associates that could impact the timing and amounts realized on the City's assets and future ability to deliver services and projects. At this time, the full potential impact of COVID-19 on the City is not known. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of disruption and the related financial impact cannot be reasonably estimated at this time. The City's ability to continue delivering non-essential services and employ related staff, will depend on the legislative mandates from the various levels of government. The City will continue to focus on collecting receivables, managing expenditures, and leveraging existing reserves and available credit facilities to ensure it is able to continue providing essential services to its citizens.



# The City of Penticton Schedule of Segment Disclosure December 31, 2019

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Public Health and Safety	Environmental Development Services	Recreation and Culture	Electrical Utility	Sewer Utility	Water Utility	2019 Total
<b>REVENUE</b>											
Taxation	\$ 33,975,415	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,975,415
Sales of Services	2,582,643	1,234,345	1,754,814	2,593,063	423,325	135,027	2,597,542	43,097,201	6,464,890	9,213,484	70,096,334
Government Grants and Transfers	3,438,030	36,548	-	-	-	55,553	158,528	-	174,654	-	3,863,313
Other Revenue	9,195,223	157,563	37,525	-	-	-	1,287,568	12,373	-	-	10,690,252
Other Contributions	199,671	-	483,757	-	-	-	-	1,198,357	69,907	487,024	2,438,716
Gain (loss) on Disposal	14,264	-	48,150	-	-	-	-	-	-	-	62,414
Contributed Asset	12,000	-	-	-	-	-	-	-	-	-	12,000
	<u>49,417,246</u>	<u>1,428,456</u>	<u>2,324,246</u>	<u>2,593,063</u>	<u>423,325</u>	<u>190,580</u>	<u>4,043,638</u>	<u>44,307,931</u>	<u>6,709,451</u>	<u>9,700,508</u>	<u>121,138,444</u>
<b>EXPENDITURE</b>											
Salaries and Benefits	5,753,230	7,997,780	2,093,755	154,102	39,752	1,802,940	6,201,658	2,087,480	1,881,362	1,825,826	29,837,885
Goods and Services	4,291,797	970,019	3,579,516	1,739,964	201,203	951,124	4,597,872	31,160,431	1,728,056	1,690,377	50,910,359
Interest	42,980	78,625	68,114	-	-	-	763,474	-	514,500	338,526	1,806,219
Amortization	8,028,713	-	1,997,994	-	-	-	-	2,175,669	1,108,100	908,014	14,218,490
Other Expenses	1,087,452	5,546	4,546	-	-	703,551	28,457	53,500	6,203	22,401	1,911,656
Vehicle & Equipment Maintenance	431,238	96,301	2,124,467	3,924	3,298	9,291	449,229	203,759	347,701	175,698	3,844,906
Policing Agreement	-	7,526,863	-	-	-	-	-	-	-	-	7,526,863
	<u>19,635,410</u>	<u>16,675,134</u>	<u>9,868,392</u>	<u>1,897,990</u>	<u>244,253</u>	<u>3,466,906</u>	<u>12,040,690</u>	<u>35,680,839</u>	<u>5,585,922</u>	<u>4,960,842</u>	<u>110,056,378</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>\$ 29,781,836</u>	<u>\$(15,246,678)</u>	<u>\$ (7,544,146)</u>	<u>\$ 695,073</u>	<u>\$ 179,072</u>	<u>\$(3,276,326)</u>	<u>\$(7,997,052)</u>	<u>\$ 8,627,092</u>	<u>\$ 1,123,529</u>	<u>\$ 4,739,666</u>	<u>\$ 11,082,066</u>

# The City of Penticton Schedule of Segment Disclosure December 31, 2018

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Public Health and Safety	Environmental Development Services	Recreation and Culture	Electrical Supply	Sewer System Utility	Water Utility Services	2018 Total
<b>REVENUE</b>											
Taxation	\$ 32,206,019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,206,019
Sales of Services	2,677,060	1,141,643	2,331,909	2,454,942	312,235	108,071	2,433,900	43,690,448	5,618,853	8,862,818	69,631,879
Government Grants and Transfers	1,923,706	111,701	-	-	-	52,320	170,218	-	211,504	511,705	2,981,154
Other Revenue	7,876,949	149,897	30,000	-	-	-	1,264,420	12,235	-	5,945	9,339,446
Other Contributions	218,821	-	1,396,927	-	-	-	-	1,111,216	81,378	639,935	3,448,277
Gain (loss) on Disposal	(106,012)	-	(537,499)	-	-	-	777,354	-	-	-	133,843
Contributed Asset	2,021,239	-	-	-	-	-	-	-	-	-	2,021,239
	<u>46,817,782</u>	<u>1,403,241</u>	<u>3,221,337</u>	<u>2,454,942</u>	<u>312,235</u>	<u>160,391</u>	<u>4,645,892</u>	<u>44,813,899</u>	<u>5,911,735</u>	<u>10,020,403</u>	<u>119,761,857</u>
<b>EXPENDITURE</b>											
Salaries and Benefits	5,480,065	7,756,242	2,044,532	132,471	42,422	1,807,943	5,637,748	1,939,788	1,510,690	1,545,879	27,897,780
Goods and Services	3,886,886	981,438	4,799,740	1,598,205	186,953	1,196,674	4,611,349	31,430,798	1,565,363	1,515,993	51,773,399
Interest	(27,144)	84,000	131,732	-	-	-	1,384,852	-	709,613	434,343	2,717,396
Amortization	7,833,058	-	1,904,865	-	-	-	-	2,119,112	1,098,271	890,867	13,846,173
Other Expenses	1,534,785	26,927	10,868	-	-	640,005	24,889	36,579	2,252	9,267	2,285,572
Vehicle & Equipment Maintenance	325,615	87,641	1,931,876	4,383	2,566	8,216	468,424	1,689,587	322,962	160,880	5,002,150
Policing Agreement	-	7,031,047	-	-	-	-	-	-	-	-	7,031,047
	<u>19,033,265</u>	<u>15,967,295</u>	<u>10,823,613</u>	<u>1,735,059</u>	<u>231,941</u>	<u>3,652,838</u>	<u>12,127,262</u>	<u>37,215,864</u>	<u>5,209,151</u>	<u>4,557,229</u>	<u>110,553,517</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>\$ 27,784,517</u>	<u>\$(14,564,054)</u>	<u>\$(7,602,276)</u>	<u>\$ 719,883</u>	<u>\$ 80,294</u>	<u>\$(3,492,447)</u>	<u>\$(7,481,370)</u>	<u>\$ 7,598,035</u>	<u>\$ 702,584</u>	<u>\$ 5,463,174</u>	<u>\$ 9,208,340</u>

The City of Penticton  
 General Revenue Fund  
 Statement of Operations  
 Year ended December 31, 2019 (unaudited)

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Taxation	\$ 33,937,395	\$ 33,975,415	\$ 32,206,019
Sales of Services	15,047,470	16,010,962	16,137,073
Government Grants and Transfers	2,137,257	3,688,659	2,257,945
Transfer From Other Funds/Reserves	1,453,469	5,917,384	6,090,564
Other Revenue	7,671,912	10,677,879	9,321,265
Other Contributions	205,768	683,425	1,615,748
Sale of Assets	30,000	62,414	133,843
Collections For other Governments	22,178,855	20,983,911	20,601,945
	<u>82,662,126</u>	<u>92,000,049</u>	<u>88,364,402</u>
<b>Expenditure</b>			
Salaries and Benefits	23,306,946	24,660,270	23,501,703
Goods and Services	15,760,459	17,337,285	18,270,358
Interest	961,606	953,193	1,573,440
Principal Payments	1,365,859	1,365,151	1,985,239
Other Expenses	2,005,033	1,829,550	2,237,473
Vehicle & Equipment Maintenance	1,982,221	3,117,748	2,828,721
Policing Agreement	7,737,010	7,526,863	7,031,047
Transfer to Other Funds/Reserves	7,364,137	12,929,031	9,809,192
Transfers to Other Governments	22,178,855	20,988,919	20,595,283
	<u>82,662,126</u>	<u>90,708,010</u>	<u>87,832,456</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>1,292,039</u>	<u>531,946</u>
<b>CHANGE IN FUND BALANCES</b>	-	1,292,039	531,946
<b>FUND BALANCES, BEGINNING OF YEAR</b>	6,557,954	6,557,954	6,026,008
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 6,557,954</u>	<u>\$ 7,849,993</u>	<u>\$ 6,557,954</u>



The City of Penticton  
 Reserve Funds  
 Statement of Financial Position  
 Year ended December 31, 2019 (unaudited)

	<b>2019</b>	<b>2018</b>
Balance, Beginning of Year	\$ 14,595,289	\$ 14,539,200
<b>Add</b>		
<b>Transfers from:</b>		
Revenue Funds	6,088,229	5,165,260
Interest Earned	324,063	247,129
Non-Statutory Reserves	6,800,000	-
<b>Deduct</b>		
<b>Transfers to:</b>		
Capital Funds	3,520,493	5,356,300
Revenue Funds	338,222	-
	<u>\$ 23,948,866</u>	<u>\$ 14,595,289</u>
<b>STATUTORY RESERVE FUND BALANCES</b>		
Equipment Replacement Reserve Fund	6,112,126	4,337,362
Tax Sale Lands Reserve Fund	7,820	7,687
Capital Reserve Fund	2,272,450	2,665,542
Land Acquisition Reserve	83,326	81,909
Local Improvement	1,151,936	1,062,349
Off-Site Parking Reserve Fund	126,732	124,577
Community Works Reserve Fund	2,879,469	1,066,911
Public Amenity Reserve	118,048	75,267
Affordable Housing Reserve	216,433	171,979
Alternative Transportation Reserve	153,442	53,666
Asset Sustainability	4,244,407	2,443,294
Water Capital Reserve Fund	935,879	919,964
Sewer Capital Reserve Fund	561,888	552,333
Electric Capital Reserve Fund	5,084,910	1,032,449
	<u>23,948,866</u>	<u>14,595,289</u>
<b>Balance, End of Year</b>	<u>\$ 23,948,866</u>	<u>\$ 14,595,289</u>

The City of Penticton  
Reserve Funds  
Statement of Changes in Fund Balances  
December 31, 2019 (unaudited)

	Balance, Beginning of Year	Transfer from General Revenue Fund		Interest Earned	Transfer to/from General Revenue/Capital Fund		Transfer to Sewer Capital Fund	Inter-reserve Transfers	2019 Total
		Revenue Fund	Interest Earned		Revenue/Capital Fund	Sewer Capital Fund			
<b>Reserve</b>									
Equipment Replacement	\$ 4,337,362	\$ 1,462,380	\$ 85,203	\$ (1,772,819)	\$ -	\$ 2,000,000			\$ 6,112,126
Tax Sale Lands	7,687	-	133	-	-	-			7,820
Capital	2,665,542	65,981	41,781	(500,854)	-	-			2,272,450
Land Acquisition	81,909	-	1,417	-	-	-			83,326
Local Improvement	1,062,349	112,897	18,171	(41,481)	-	-			1,151,936
Off-Street Parking	124,577	-	2,155	-	-	-			126,732
Community Works	1,066,911	2,984,053	33,844	(1,205,339)	-	-			2,879,469
Public Amenity	75,267	41,123	1,658	-	-	-			118,048
Affordable Housing	171,979	41,123	3,331	-	-	-			216,433
Alternative Transportation	53,666	98,000	1,776	-	-	-			153,442
Asset Sustainability	2,443,294	1,282,672	56,663	(338,222)	-	800,000			4,244,407
Water Capital	919,964	-	15,915	-	-	-			935,879
Sewer Capital	552,333	-	9,555	-	-	-			561,888
Electric Capital	1,032,449	-	52,461	-	-	4,000,000			5,084,910
	<b>\$ 14,595,289</b>	<b>\$ 6,088,229</b>	<b>\$ 324,063</b>	<b>\$ (3,858,715)</b>	<b>\$ -</b>	<b>\$ 6,800,000</b>			<b>\$ 23,948,866</b>

The City of Penticton  
Reserves  
Statement of Changes in Fund Balances  
Year ended December 31, 2019 (unaudited)

	Balance, Beginning of Year	Transfers In	Transfers Out	Interest	Inter-reserve Transfers	2019 Total
<b>Non-Statutory</b>						
Asset Emergency	\$ 765,443	\$ 1,015,082	\$ (285,582)	\$ -	\$ 1,200,000	\$ 2,694,943
Building Permit Stabilization	45,011	-	-	-	(45,011)	-
Carbon Tax Credit Reserve	152,421	-	-	-	(152,421)	-
Cemetery Land	133,000	-	-	-	-	133,000
Climate Action	231,640	48,000	-	-	152,421	432,061
Election	-	30,000	-	-	-	30,000
Electric Surplus	19,056,284	3,329,605	-	-	(4,000,000)	18,385,889
Financial Stabilization	211,554	323,010	-	-	570,012	1,104,576
Gaming	4,767,594	1,674,525	(211,352)	-	(3,600,000)	2,630,767
General Surplus	6,557,956	1,292,039	-	-	-	7,849,995
Infrastructure	400,000	-	-	-	(400,000)	-
Investment Income	1,369,942	-	-	-	-	1,369,942
Liability Insurance	250,001	-	-	-	(250,001)	-
Marinas	608,098	49,963	(64,230)	-	-	593,831
Multi-Material BC	292,428	499,807	(246,000)	-	-	546,235
Northgate	52,000	-	(52,000)	-	-	-
Parking & Revitalization	51,765	-	-	-	-	51,765
Public Art	94,771	-	(18,000)	-	-	76,771
Rate Stabilization	200,000	-	-	-	(200,000)	-
RCMP	459,999	100,000	(16,705)	-	-	543,294
Sewer Equipment Replacement	180,268	-	-	-	-	180,268
Sewer Surplus	3,621,719	-	(2,133,152)	-	-	1,488,567
Snow Clearing Stabilization	75,000	-	-	-	(75,000)	-
Special Events Site	21,166	-	(21,166)	-	-	-
Water Surplus	6,802,114	-	(374,129)	-	-	6,427,985
West Bench Capital	1,185,185	-	-	-	-	1,185,185
West Bench Water	1,566,720	-	(78,336)	-	-	1,488,384
Wine/Info	13,150	-	(13,150)	-	-	-
	49,165,229	8,362,031	(3,513,802)	-	(6,800,000)	47,213,458
<b>Statutory</b>	14,595,289	6,088,229	(3,858,715)	324,063	6,800,000	23,948,866
<b>DCC</b>	15,657,283	2,082,890	(201,907)	287,495	-	17,825,761
	<u>\$ 79,417,801</u>	<u>\$ 16,533,150</u>	<u>\$ (7,574,424)</u>	<u>\$ 611,558</u>	<u>\$ -</u>	<u>\$ 88,988,085</u>



The City of Penticton  
 Sewer Revenue Fund  
 Statement of Operations  
 Year ended December 31, 2019 (unaudited)

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Sales of Services	\$ 6,914,622	\$ 6,464,890	\$ 5,618,853
Government Grants and Transfers	208,058	174,654	211,504
Transfer From Other Funds/Reserves	1,000,000	1,238,157	1,252,791
	<u>8,122,680</u>	<u>7,877,701</u>	<u>7,083,148</u>
<b>Expenditure</b>			
Salaries and Benefits	1,653,534	1,881,362	1,510,690
Goods and Services	2,000,297	2,469,665	2,214,963
Interest	546,515	514,500	709,613
Principal Payments	545,072	545,072	575,057
Other Expenses	-	6,203	2,252
Vehicle & Equipment Maintenance	479,125	347,701	322,962
Transfer to Other Funds/Reserves	2,898,137	4,246,350	3,337,569
	<u>8,122,680</u>	<u>10,010,853</u>	<u>8,673,106</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>(2,133,152)</u>	<u>(1,589,958)</u>
<b>CHANGE IN FUND BALANCES</b>	-	(2,133,152)	(1,589,958)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	3,621,719	3,621,719	5,211,677
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 3,621,719</u>	<u>\$ 1,488,567</u>	<u>\$ 3,621,719</u>

The City of Penticton  
 Water Revenue Fund  
 Statement of Operations  
 Year ended December 31, 2019 (unaudited)

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Sales of Services	\$ 8,822,919	\$ 9,213,484	\$ 8,862,818
Government Grants and Transfers	-	-	511,705
Transfer From Other Funds/Reserves	78,336	1,313,493	3,080,159
Other Revenue	-	-	5,945
	<u>8,901,255</u>	<u>10,526,977</u>	<u>12,460,627</u>
<b>Expenditure</b>			
Salaries and Benefits	1,662,381	1,825,826	1,545,878
Goods and Services	1,960,010	2,491,923	2,231,481
Interest	358,795	338,526	434,343
Principal Payments	422,123	422,123	422,123
Other Expenses	23,224	22,401	9,267
Vehicle & Equipment Maintenance	263,675	175,698	160,880
Transfer to Other Funds/Reserves	4,211,047	5,624,609	5,763,988
	<u>8,901,255</u>	<u>10,901,106</u>	<u>10,567,960</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	(374,129)	1,892,667
<b>CHANGE IN FUND BALANCES</b>	-	(374,129)	1,892,667
<b>FUND BALANCES, BEGINNING OF YEAR</b>	6,802,117	6,802,117	4,909,450
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 6,802,117</u>	<u>\$ 6,427,988</u>	<u>\$ 6,802,117</u>

The City of Penticton  
 Electric Revenue Fund  
 Statement of Operations  
 Year ended December 31, 2019 (unaudited)

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Sales of Services	\$ 42,083,420	\$ 43,097,201	\$ 43,690,448
Other Revenue	9,270	12,373	12,235
Transfer From Other Funds/Reserves	-	350,430	482,324
	<u>42,092,690</u>	<u>43,460,004</u>	<u>44,185,007</u>
<b>Expenditure</b>			
Salaries and Benefits	1,608,704	2,087,480	1,939,788
Goods and Services	33,606,451	32,684,642	33,133,633
Other Expenses	108,156	53,500	36,579
Vehicle & Equipment Maintenance	186,096	203,759	1,689,587
Transfer to Other Funds/Reserves	6,583,283	9,101,018	5,151,755
	<u>42,092,690</u>	<u>44,130,399</u>	<u>41,951,342</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>(670,395)</u>	<u>2,233,665</u>
<b>CHANGE IN FUND BALANCES</b>	-	(670,395)	2,233,665
<b>FUND BALANCES, BEGINNING OF YEAR</b>	19,056,284	19,056,284	16,822,619
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 19,056,284</u>	<u>\$ 18,385,889</u>	<u>\$ 19,056,284</u>



The City of Penticton  
 Storm Water  
 Statement of Revenue and Expenditure  
 Year ended December 31, 2019 (unaudited)

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>REVENUE</b>			
Sales of Services	\$ 367,000	\$ 362,063	\$ 172,729
Government Grants and Transfers	-	-	10,000
	<u>367,000</u>	<u>362,063</u>	<u>182,729</u>
<b>EXPENDITURE</b>			
Salaries and Benefits	248,300	202,504	131,920
Goods and Services	122,000	148,623	136,874
Other Expenses	-	-	155
Vehicle & Equipment Maintenance	55,000	17,322	32,261
	<u>425,300</u>	<u>368,449</u>	<u>301,210</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>\$ (58,300)</u>	<u>\$ (6,386)</u>	<u>\$ (118,481)</u>

See accompanying notes to the Consolidated Financial Statements.

# The City of Penticton Debt Issued and Outstanding December 31, 2019 (unaudited)

LIA B Law	S/1 B Law	Issue Date	Purpose	Issue Amount	Outstanding Amount	Term (Years)	Maturity	Rate (%)	2019 Payments	
									Interest	Principal
General Fund										
9925	20005	72	12-Apr-00	RCMP Building	\$ 186,960	20	2020	1.670	\$ 47,125	\$ 82,873
9925	20046	73	07-Nov-00	RCMP Building	112,176	20	2020	2.100	31,500	49,725
2003-15	2268	81	22-Apr-04	Storm Sewer	117,250	20	2024	2.625	8,859	10,207
2004-16	859-2004	85	25-Oct-04	Parks-Land Acquisition	1,680,000	20	2024	2.000	33,600	50,807
2004-18	859/2004	85	25-Oct-04	Road Works-S. Main St.	195,000	20	2024	2.000	3,900	5,897
2004-19	859/2004	85	25-Oct-04	Road Design-Main St.	150,000	20	2024	2.000	3,000	4,536
2004-20	859/2004	85	25-Oct-04	Integrated Waterfront	550,000	20	2024	2.000	11,000	16,633
2004-21	859/2004	85	25-Oct-04	Youth Park	50,000	20	2024	2.000	1,000	1,512
2004-11	1108/2004	93	06-Apr-05	Wine Information Centre	800,000	20	2025	5.100	15,562	43,228
2004-20	1108-2004	93	06-Apr-05	Integrated Waterfront	520,000	20	2025	5.100	10,115	28,098
2004-21	614/2005	95	13-Oct-05	Youth Park	150,000	20	2025	1.800	2,700	5,514
2005-18	615/2005	95	13-Oct-05	Integrated Waterfront	825,000	20	2025	1.800	14,850	30,328
2006-15	17/17/2006	99	07-Nov-06	Road Works-Fairview/Ind	1,595,000	20	2026	1.750	27,913	53,563
2006-17	17/17/2006	99	07-Nov-06	Sportsfields	3,200,000	20	2026	1.750	56,000	107,462
2006-33	273/2007	102	02-Nov-07	Integrated Waterfront '06	173,393	20	2027	2.250	7,875	11,754
2006-76	024/2008	103	23-Apr-08	Wellness Centre	1,641,314	20	2028	2.650	79,500	100,745
2007-41	333/2008	104	20-Nov-08	Cemetery-Columbarium	1,367,762	20	2028	2.900	72,500	83,954
2007-52	333/2008	104	20-Nov-08	Indoor Soccer Facility	547,105	20	2028	2.900	29,000	33,582
2007-57	333/2008	104	20-Nov-08	Integrated Waterfront	289,965	20	2028	2.900	15,370	17,798
2007-60	157-2009	105	21-Apr-09	PIDA	231,344	10	2019	4.900	5,668	19,269
2007-52	638/2009	106	13-Oct-09	Indoor Soccer Facility	415,000	20	2029	4.130	17,140	13,936
2007-52	15/30/2010	110	08-Apr-10	Indoor Soccer Ph2	586,000	20	2030	4.500	26,370	19,679
2009-14	15/30/2010	110	08-Apr-10	Pool Upgrades	7,400,000	20	2030	4.500	333,000	248,505
2007-52	B25/2011	116	04-Apr-11	Indoor Soccer Facility	135,000	20	2031	4.200	5,670	4,534
2009-43	B25/2011	116	04-Apr-11	Road Wrks-Smythe Dr	447,000	20	2031	4.200	18,774	15,011
26/2018				Downtown 300 Block Main Street	1,224,000	5		-	32,222	306,000

# The City of Penticton Debt Issued and Outstanding December 31, 2019 (unaudited)

LIA B Law	S/I B Law	Issue Date	Purpose	Issue Amount	Outstanding Amount	Term (Years)	Maturity	Rate (%)	2019 Payments	
									Interest	Principal
				32,176,844	15,327,645				910,213	1,365,150
Water Fund										
2006-07	17/07/2006	99	07-Nov-06 Naramata Rd. Upgrade	4,670,000	2,062,467	20	2026	1.750	81,725	156,827
2007-83	333/2008	104	20-Nov-08 Water Filtration Plant	4,000,000	2,188,419	20	2028	2.900	116,000	134,327
2007-83	638/2009	106	13-Oct-09 Water Filtration Plant	3,900,000	2,327,574	20	2029	4.130	161,070	130,969
				<u>12,570,000</u>	<u>6,578,460</u>				<u>358,795</u>	<u>422,123</u>
Sewer Fund										
2006-61	273/2007	102	02-Nov-07 Septage Handling Facility	1,050,000	520,177	20	2027	2.250	23,625	35,261
2008-10	333-2008	104	02-Nov-07 Sewer System Upgrade	8,000,000	4,376,838	20	2028	2.900	232,000	268,654
2007-60	157/2009	105	21-Apr-09 PIDA	73,056	-	10	2019	4.900	1,790	6,085
2008-10	638-2009	106	13-Oct-09 Sewer Plant Expansion	7,000,000	4,177,697	20	2029	4.130	289,100	235,072
				<u>16,123,056</u>	<u>9,074,712</u>				<u>546,515</u>	<u>545,072</u>
				<u>\$ 60,869,900</u>	<u>\$ 30,980,817</u>				<u>\$ 1,815,523</u>	<u>\$ 2,332,345</u>



The City of Penticton  
 Cemetery Perpetual Trust Fund  
 Statement of Financial Position  
 Year ended December 31, 2019 (unaudited)

	<b>2019</b>	<b>2018</b>
<b>ASSETS</b>		
Bank Term Deposits	\$ 1,063,696	\$ 1,039,781
<b>Less:</b>		
Due To General Revenue Fund	7,546	22,686
	<u>\$ 1,056,150</u>	<u>\$ 1,017,095</u>
<b>SURPLUS</b>		
Balance, Beginning of Year	\$ 1,017,095	\$ 986,694
<b>Add:</b>		
Care Fund Contributions	39,037	30,324
Interest Earned	23,918	23,377
	<u>62,955</u>	<u>53,701</u>
<b>Deduct:</b>		
Cemetery Maintenance	23,900	23,300
<b>Balance, End of Year</b>	<u>\$ 1,056,150</u>	<u>\$ 1,017,095</u>

# 2019 Municipal Grant Program

Penticton’s vision to be a “vibrant, innovative, adventurous waterfront City focused on sustainability, community and economic opportunity” includes supporting our community through municipal grants. The purpose of municipal grants is to raise the quality of life for City of

Penticton residents by meeting the needs of community organizations and the objectives of City Council in meaningful, measurable ways. Municipal grants also include partnering agreements and consist of cash funding and in-kind support.

Organization	Total Support**
Canadian Council of the Blind	61
Canadian Mental Health Association	9,800
Canadian Sport School Hockey League (CSSHL)	10,000
Community Foundation of the South Okanagan	8,750
Downtown Penticton Association	30
Dragonfly Pond Family Society	403
Granfondo*	32,952
Okanagan Comedy Festival Society	3,500
Okanagan Motorcycle Association	479
Okanagan School of the Arts	47,000
Okanagan Simlkameen Conservation Alliance	2,500
Okanagan Trestle Tours*	1,000
Peach Festival Society	51,308
Peach Festival Society (Float Refurbishment)	10,000
Penticton & Area Access Society	7,067
Penticton & District Community Arts Council	12,312
Penticton Art Gallery Society	148,464
Penticton BMX	4,200
Penticton Chamber of Commerce	626
Penticton Concert Band	500
Penticton Curling Club	9,160
Penticton Cycling Association (Bike to Work Week)	2,500
Penticton Cycling Association (Bike Valet)	4,653

\*Denotes Partnering Agreement

\*\*All listed amounts are rounded to the closest dollar

## 2019 Municipal Grant Program (cont.)

Organization	Total Support**
Penticton Dragonboat Festival Society	13,475
Penticton Elvis Festival	4,067
Penticton Historic Automobile Association	6,687
Penticton Jazz Festival	9,367
Penticton Kiwanis Music Festival	5,000
Penticton Medical Society	30,000
Penticton Recovery Resource Society	9,684
Penticton Royalty Society	9,150
Penticton Scottish Festival Society	3,908
Penticton Senior's Drop in Centre	4,519
RCMP Youth Academy	3,000
Red Cross HELP Depot	1,838
Royal Canadian Legion	3,000
Salvation Army	4,667
Skaha Bluffs Park Watch Society	13,000
South Okanagan Kin Club	92
South Okanagan Loss Society	8,400
South Okanagan Mental Wellness Society	18,000
South Okanagan Performing Arts Centre	2,500
South Okanagan Seniors Wellness Society	13,000
South Okanagan Similkameen Volunteer Society	20,000
SS Sicamous Society	65,000
Super League*	60,000
The Penti-Con Association	2,100
The Penticton Centre for Exceptional Learning	1,050
United Way SIBC	7,290
<b>2019 Grand Total</b>	<b>\$ 689,392</b>

\*Denotes Partnering Agreement

\*\*All listed amounts are rounded to the closest dollar

# 2019 Permissive Tax Exemptions

Applicant	Civic Address	2019 Municipal Taxes Foregone
Affordable Living for Today Society	245 Warren Ave. W.	\$7,111
BC Wine Info Centre	#101 - 553 Veas Dr.	\$3,744
BPOE Penticton Elks Lodge #51	343 Ellis St.	\$3,212
Catalyst Community Developments Society	285 Nanaimo Ave. W.	\$4,945
Cheers the Church	639 Main St.	\$6,324
Christian Science Society, Penticton, BC	608 Winnipeg St.	\$1,411
Community Foundation of the South Okanagan Similkameen	501 Main St.	\$21,366
Concordia Lutheran Church of Penticton BC	2800 South Main St.	\$4,818
Fraternal Order Of Eagles #4281	1197 Main St.	\$4,196
Good Samaritan Canada	270 Hastings Ave.	\$53,119
Grace Mennonite Brethren Church	74 Penticton Ave.	\$1,613
Green Mountain Congregation of Jehovah's Witnesses	52 Roy Ave.	\$3,533
Hellenic community of Penticton	1265 Fairview Rd.	\$1,369
Holy Cross School	1299 Manitoba St.	\$15,949
Luso Canadian Multicultural Society	135 Winnipeg St.	\$2,319
Oasis United Church	2964 Skaha Lake Rd.	\$10,776
Okanagan Boys & Girls Clubs	1295 Manitoba St.	\$7,480
Okanagan Similkameen Neurological Society	#104 - 550 Carmi Ave.	\$1,397
Ooknakane Friendship Centre	146 Ellis St.	\$3,865
Our Redeemer Lutheran Church of Penticton, B.C.	1370 Church St.	\$1,648
Penticton & District Community Arts Council	220 Manor Park Ave.	\$12,575
Penticton & District Community Resources Society	470 Edmonton Ave.	\$3,206
Penticton & District Community Resources Society	500 Edmonton Ave.	\$965
Penticton & District Community Resources Society	2434 Baskin St.	\$1,045
Penticton & District Community Resources Society	2450 Baskin St.	\$1,049
Penticton & District Community Resources Society	150 McPherson Cres.	\$2,585
Penticton & District Community Resources Society	154 McPherson Cres.	\$2,585
Penticton & District Community Resources Society	330 Ellis St.	\$11,614
Penticton & District Community Resources Society	1160 Commercial Way	\$2,850
Penticton & District Minor Hockey Association	399 Power St.	\$1,292
Penticton Alliance Church	197 Brandon Ave.	\$4,153
Penticton and District Emergency Program Society	251 Dawson Ave.	\$1,430
Penticton and District Multicultural Society	340 Ellis St.	\$4,564
Penticton and District Society for Community Living	453 Winnipeg St.	\$3,759
Penticton and District Society for Community Living	252 Conklin Ave.	\$2,101
Penticton and District Society for Community Living	180 Industrial Ave. W.	\$10,760
Penticton and District Society for Community Living	146 & 150 Bruce Crt.	\$8,678
Penticton and District Society for Community Living	234 Van Horne St.	\$2,452
Penticton and District Society for Community Living	1706 Main St.	\$14,834
Penticton and Wine Country Chamber of Commerce	102 Ellis St.	\$2,682
Penticton Art Gallery	199 Marina Way	\$20,344



## 2019 Permissive Tax Exemptions (cont.)

Applicant	Civic Address	2019 Municipal Taxes Foregone
Penticton Bethel Pentecostal Tabernacle	65 Preston Ave.	\$2,114
Penticton Bethel Pentecostal Tabernacle	973 Main St.	\$4,396
Penticton Bethel Pentecostal Tabernacle	945 Main St.	\$7,103
Penticton BMX Society	630 Munson Mountain Rd.	\$2,780
Penticton Christian School Society	#102 - 96 Edmonton Ave.	\$871
Penticton Community Garden Society	480 Vancouver Ave.	\$1,030
Penticton Curling Club	505 Veas Dr.	\$9,648
Penticton Disc Golf Club	500 Marina Way	\$19,963
Penticton First Baptist Church	1498 Government St.	\$5,365
Penticton Free Presbyterian Church	120 Preston Ave.	\$2,803
Penticton Golf & Country Club	600 Comox St.	\$11,951
Penticton Golf & Country Club	852 Eckhardt Ave. W.	\$16,008
Penticton Kiwanis Housing Society	#101 - 150 Van Horne St.	\$705
Penticton Kiwanis Housing Society	#103 - 150 Van Horne St.	\$599
Penticton Kiwanis Housing Society	#105 - 150 Van Horne St.	\$599
Penticton Kiwanis Housing Society	#113 - 150 Van Horne St.	\$599
Penticton Kiwanis Housing Society	#115 - 150 Van Horne St.	\$712
Penticton Kiwanis Housing Society	#312 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	#112 - 150 Van Horne St.	\$702
Penticton Kiwanis Housing Society	#104 - 150 Van Horne St.	\$596
Penticton Kiwanis Housing Society	#102 - 150 Van Horne St.	\$702
Penticton Kiwanis Housing Society	#201 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#209 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#211 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#213 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#215 - 150 Van Horne St.	\$716
Penticton Kiwanis Housing Society	#214 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#212 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	#210 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#204 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#202 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#301 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#315 - 150 Van Horne St.	\$716
Penticton Kiwanis Housing Society	#314 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#310 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#308 - 150 Van Horne St.	\$689
Penticton Kiwanis Housing Society	#304 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#302 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#401 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#413 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#415 - 150 Van Horne St.	\$716
Penticton Kiwanis Housing Society	#414 - 150 Van Horne St.	\$709
Penticton Kiwanis Housing Society	#412 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	#410 - 150 Van Horne St.	\$603

## 2019 Permissive Tax Exemptions (cont.)

Applicant	Civic Address	2019 Municipal Taxes Foregone
Penticton Kiwanis Housing Society	#408 - 150 Van Horne St.	\$689
Penticton Kiwanis Housing Society	#406 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#404 - 150 Van Horne St.	\$603
Penticton Kiwanis Housing Society	#402 - 150 Van Horne St.	\$709
Penticton Lawn Bowling Club	260 Brunswick St.	\$5,316
Penticton Masonic Building Association	416 Westminster Ave. W.	\$3,014
Penticton New Beginnings Christian Fellowship	#101 - 96 Edmonton Ave.	\$871
Penticton Recovery Resource Society (Discovery House)	633 Winnipeg St.	\$3,667
Penticton Safety Village Society	490 Edmonton Ave.	\$4,535
Penticton Seniors' Drop-In Centre Society	2905 South Main St.	\$25,048
Penticton Sikh Temple and Indian Cultural Society	3290 South Main St.	\$6,186
Penticton Tennis Club	675 Marina Way	\$2,946
Penticton United Church	696 Main St.	\$3,549
Penticton Vineyard Community Church	1825 Main St.	\$10,020
Royal Canadian Legion #40	502 Martin St.	\$5,255
S.S. Sicamous Restoration Society	1099 Lakeshore Dr. W.	\$9,758
Seventh-day Adventist Church (British Columbia Conference)	290 Warren Ave. W.	\$4,251
South Okanagan Similkameen Brain Injury Society	742 Argyle St.	\$2,160
South Okanagan Similkameen Brain Injury Society	332 Eckhardt Ave. W.	\$2,522
South Okanagan Similkameen Medical Association	1748 Camrose St.	\$5,148
South Okanagan Similkameen Medical Association	1802 Camrose St.	\$3,596
South Okanagan Women in Need Society	Hughes House	\$0
South Okanagan Women in Need Society	#101 - 1027 Westminster Ave. W.	\$675
South Okanagan Women in Need Society	#102 - 1027 Westminster Ave. W.	\$1,381
St. Andrew's Presbyterian Church	397 Martin St.	\$1,483
St. Andrew's Presbyterian Church	157 Wade Ave. W.	\$2,455
St. Ann's Parish	1296 Main St.	\$6,526
St. Ann's Parish (Penticton Recovery Resource Society)	397 Wade Ave. W.	\$1,521
St. Ann's Parish (Pregnancy Support Program under OneSky Communities)	200 Bennett Ave.	\$1,606
St. Ann's Parish (St. John Vianney Church)	361 Wade Ave. W.	\$2,961
St. Saviour's Anglican Church	150 Orchard Ave.	\$4,951
The British Columbia Society for the Prevention of Cruelty to Animals	2200 Dartmouth Dr.	\$14,323
The Care Closet	574 Main St.	\$2,132
The Church of Jesus Christ of Latter-day Saints in Canada	2946 South Main St.	\$5,458
The Penticton Church of the Nazarene	523 Jermyn Ave.	\$3,044
The Penticton Horseshoe Pitchers Club	2905 South Main St.	\$2,248
The Penticton Kinsmen Disability Resource Center Society	216 Hastings Ave.	\$9,006
The Salvation Army Penticton	2399 South Main St.	\$10,867
The Salvation Army Penticton	2469 South Main St.	\$3,765
The Salvation Army Penticton	318 Ellis St.	\$4,073
Victory Church of Penticton	352 Winnipeg St.	\$1,974
<b>Total 2019 Permissive Tax Exemptions</b>		<b>\$561,616</b>

# 2019 Revitalization Tax Exemptions

Civic Address	2019 Municipal Taxes Foregone
110 Industrial Pl.	\$3,670
1356 Commercial Way	\$1,050
1374 Commercial Way	\$5,935
169 Estabrook Ave.	\$5,182
1690 Fairview Rd.	\$1,815
182 Industrial Crt.	\$1,782
198 Ellis St.	\$6,057
2060 Government St.	\$1,606
21 Lakeshore Dr. W.	\$93,274
219 Main St.	\$7,749
232 Rosetown Ave.	\$2,850
260 Martin St.	\$1,005
272 Dawson Ave.	\$6,042
275 Waterloo Ave.	\$2,267
325 Van Horne St.	\$5,377
331 Van Horne St.	\$4,749
345 Van Horne St.	\$4,875
3475 Wilson St.	\$81,713
351 Van Horne St.	\$4,657
409 Ellis St.	\$534
412 Main St.	\$2,295
437 Martin St.	\$880
52 Front St.	\$372
535 Main St.	\$2,777
553 Veas Dr.	\$89,302
568 Dawson Ave.	\$13,514
682 Okanagan Ave. E.	\$5,820
<b>Total 2019 Revitalization Tax Exemptions</b>	<b>\$357,149</b>









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