

CITY OF FORT ST. JOHN

2.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2009

	2009	2008
Financial Assets		
Cash and investments (Note 2)	\$ 21,128,937	\$ 28,708,557
Receivables (Note 3)	7,330,423	5,186,538
Municipal Finance Authority reserve deposits (Note 5)	1,519,037	1,482,337
	29,978,397	35,377,432
Liabilities		
Payables and accruals (Note 6)	6,126,510	4,426,661
Accrued interest payable	249,796	251,317
Municipal Finance Authority demand notes (Note 5)	1,519,037	1,482,337
Long term debt (Note 7)	34,536,346	35,097,198
	42,431,689	41,257,513
Net Debt	(12,453,292)	(5,880,081)
Non-Financial Assets		
Preserviced lots	2,539	2,539
Prepaid expenses	492,425	91,700
Tax sale properties (Note 4)	72,000	-
Land held for development	316,811	316,811
Property, buildings and equipment (Note 8)	251,534,314	224,210,160
	252,418,089	224,621,210
	\$ 239,964,797	\$ 218,741,129
Accumulated Surplus (Note 9)	\$ 239,964,797	\$ 218,741,129

See accompanying notes to consolidated financial statements

Approved by:

Laura Sanders
Director of Finance

CITY OF FORT ST. JOHN

3.

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009 Actual	2009 Budget (unaudited)	2008 Actual
Revenue			
Net municipal property taxes (Note 10)	\$ 19,049,860	\$ 19,145,207	\$ 18,862,717
Grants in lieu of taxes	261,174	202,255	207,943
Services provided to other governments	504,106	551,708	394,634
Sale of services	5,353,666	5,013,655	4,593,586
Other revenue from own sources	4,690,439	4,299,727	3,814,052
Government transfers (Note 11)	17,235,009	21,994,352	15,061,768
Return on investment	380,479	450,000	1,372,592
Developer contributions	3,388,507	10,370,000	203,763
Land sales	490,000	-	-
	51,353,240	62,026,904	44,511,055
Expenditures			
General government services	3,465,502	3,811,777	3,332,403
Protective services	9,527,115	9,352,005	8,163,568
Transit	2,034,309	2,119,705	1,737,857
Transportation	4,000,899	4,312,066	3,515,583
Public health and welfare	1,083,510	980,666	943,750
Environmental development	1,317,871	1,656,900	1,610,535
Recreational and cultural	3,660,582	4,148,622	2,561,988
Long term debt charges	1,979,198	2,005,676	1,948,923
Water utility services	1,906,541	2,174,007	1,831,827
Sewer utility services	845,045	1,044,923	865,558
	29,820,572	31,606,347	26,511,992
Excess of Revenue over Expenditures	21,532,668	30,420,557	17,999,063
Other Item			
Disposal of property, buildings and equipment	(309,000)	-	-
Annual Surplus	21,223,668	30,420,557	17,999,063
Accumulated Surplus, beginning of year	218,741,129	218,741,129	200,742,066
Accumulated Surplus, end of year	\$ 239,964,797	\$ 249,161,686	\$ 218,741,129

See accompanying notes to consolidated financial statements

CITY OF FORT ST. JOHN

4.

CONSOLIDATED STATEMENT OF CASH FLOW

YEAR ENDED DECEMBER 31, 2009

	2009	2008
Operating Activities		
Annual surplus	\$ 21,223,668	\$ 17,999,063
Non-cash and other items:		
Actuarial adjustment on debt	(124,280)	(91,263)
	21,099,388	17,907,800
Changes in non-cash working capital components:		
Receivables - (increase) decrease	(2,143,885)	588,297
Prepaid expenses - (increase)	(400,725)	(47,174)
Tax sale properties - (increase) decrease	(72,000)	3,876
Payables and accruals - increase (decrease)	1,699,849	(2,212,089)
Accrued interest payable - (decrease) increase	(1,521)	64,969
	20,181,106	16,305,679
Financing Activities		
Temporary borrowing payments	-	(4,688,345)
Debt proceeds	589,000	13,558,561
Debt principal repayment	(1,025,572)	(664,762)
	(436,572)	8,205,454
Investing Activities		
Disposal of property, buildings and equipment	309,000	-
Purchase of property, buildings, and equipment	(27,633,154)	(28,550,013)
	(27,324,154)	(28,550,013)
Change in Cash and Investments	(7,579,620)	(4,038,880)
Cash and Investments, beginning of year	28,708,557	32,747,437
Cash and Investments, end of year	\$ 21,128,937	\$ 28,708,557

See accompanying notes to consolidated financial statements

CITY OF FORT ST. JOHN

5.

**CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
YEAR ENDED DECEMBER 31, 2009**

	2009	2008
Annual surplus	\$ 21,223,668	\$ 17,999,063
Prepaid expenses - (increase)	(400,725)	(47,174)
Tax sale properties - (increase) decrease	(72,000)	3,876
Disposal of property, buildings and equipment	309,000	-
Purchase of property, buildings and equipment	(27,633,154)	(28,550,013)
Change in Net Debt	(6,573,211)	(10,594,248)
Net Debt beginning of year	(5,880,081)	4,714,167
Net Debt end of year	\$ (12,453,292)	\$ (5,880,081)

See accompanying notes to consolidated statements

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

General

The City of Fort St. John was incorporated as a Municipality in 1981 under the Municipal Act (Local Government Act), a Statute of the province of British Columbia. It's principal activities include the provision of local government services to the residents of the incorporated area. These services include general government, protective, transit, transportation, public health and welfare, environmental development, recreation and culture, water and sewer utility and debt.

1. Significant Accounting Policies

The consolidated financial statements of the City of Fort St. John are the representations of management and have been prepared in accordance with local government accounting standards established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants, except as explained in paragraph (a) below. The significant accounting policies are as follows:

a) Basis of presentation

In accordance with Section PS 3150, Tangible Capital Assets, of the Public Sector Accounting Board handbook, the City of Fort St. John was required to record amortization on its property, buildings and equipment beginning January 1, 2009 with the retroactive application to January 1, 2008. The required financial information needed to implement this new section was not available and therefore the accounting policy was not adopted in the current fiscal year. In preparation to adopt this section for the next fiscal year, management have developed a timeline and strategic plan to collect the required financial information.

Previous year's amounts have been restated to conform to the current year's presentation.

b) Basis of consolidation

The consolidated financial statements reflect a combination of the City's General Fund, Capital Fund, Reserve Fund and Cemetery Fund. These funds are used as follows:

General Fund - This fund accounts for general, water and sewer utility operating activities and administration functions of the City.

Capital Fund - This fund is used to account for the capital assets of the City along with all offsetting debt used to finance those assets.

Reserve Fund - This fund accounts for the assets held for future use or specific purposes set out by the City's bylaws or statutory restrictions of the Local Government Act of British Columbia.

Cemetery Fund - This fund accounts for assets held for perpetual care of City operated cemeteries.

c) Use of estimates

These financial statements have been prepared in accordance with local government accounting standards which require management estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

d) Financial instruments

The City's financial instruments consist of cash and investments, receivables, Municipal Finance Authority reserve deposits, payables and accruals, accrued interest payable, Municipal Finance Authority demand notes and long term debt. Unless otherwise noted, it is management's opinion that the City is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

e) Revenue and expenditure recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues, and expenditures are recognized in the period the goods and services are acquired and a liability is incurred or transfers are due.

f) Investments

Funds are invested with the Municipal Finance Authority of British Columbia, Money Market Fund and the North Peace Savings and Credit Union term deposits. These investments are recorded at cost. The rates of return on the pooled investment funds change daily. As of December 31, 2009 the City's Money Market Investments were \$3,858,469 and the term deposit balances were \$6,290,843.

g) Prepaid expenses

Prepaid expenses consist of unexpired insurance premiums which are amortized over the term of the respective policies.

h) Property, buildings and equipment

Property, buildings and equipment are recorded at cost and are not amortized as reported in Note 8.

Government transfers for the acquisition of property, buildings and equipment are recorded as capital revenue and do not reduce the related capital asset costs.

i) Non-Financial Assets

Property, buildings and equipment and other non-financial assets are accounted for as assets by the City because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the City unless they are sold.

j) Budget presentation

The budget approved in April 2009 is presented in the financial statements, any subsequent amendments have not been included.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

k) Government transfers

Government transfers are recognized in the financial statements as revenue in the period that the events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

l) Appropriated surplus

Certain amounts, as approved by City Council, are set aside in reserves for future operating and capital expenditures. Transfers to and/or from these reserves are shown as interfund transfers in the various fund operation schedules.

m) Segment Disclosure

The City has presented segmented financial information for groups of distinguishable activities in the Consolidated Schedule of Segment Disclosure (Schedule 7). These segments are identified primarily by function and are consistent with commonly used financial reporting done by other municipalities.

2. Cash and Investments

	2009	2008
Cash and bank	\$ 10,979,625	\$ 16,826,437
Credit Union investments	6,290,843	6,175,984
MFA money market deposits	3,858,469	5,706,136
	\$ 21,128,937	\$ 28,708,557

3. Receivables

	2009	2008
Trade and other receivables		
Federal government	\$ 558,302	\$ 779,354
Other government agencies	1,901,600	741,878
General	1,193,012	1,282,510
Property taxes	2,520,296	1,407,026
Utilities	1,021,061	839,618
Due from developers	136,152	136,152
	\$ 7,330,423	\$ 5,186,538

CITY OF FORT ST. JOHN

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

4. Tax Sale Properties

	Opening Balance	Additions	Transfers and Redemptions	Total 2009	Total 2008
Property acquired for taxes subject to redemption	\$ -	\$ 72,000	\$ -	\$ 72,000	\$ -

5. Municipal Finance Authority Reserve Deposits and Demand Notes

The City issues its debt instruments through the Municipal Finance Authority (MFA). As a condition of these borrowings, a portion of the debenture proceeds are withheld by the MFA as a debt reserve fund. The City also executes demand notes in conjunction with each debenture whereby the City may be required to loan certain amounts to the MFA.

The details of the cash deposits and demand notes are as follows:

	Cash Deposits	Demand Notes	Total 2009	Total 2008
General Fund Operations	\$ 254,767	\$ 607,192	\$ 861,959	\$ 830,540
Water Fund Operations	85,741	190,231	275,972	273,596
Sewer Fund Operations	104,854	276,252	381,106	378,201
	\$ 445,362	\$ 1,073,675	\$ 1,519,037	\$ 1,482,337

6. Payables and Accruals

	2009	2008
Trade accounts and accruals		
Federal government	\$ 959,250	\$ 1,579,889
Other government agencies	472,654	174,356
General	2,551,672	799,821
Payroll and benefits	603,977	291,284
Holdbacks, deposits and unearned revenue	1,538,957	1,581,311
	\$ 6,126,510	\$ 4,426,661

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

7. Long Term Debt

	City Bylaw #	Purpose	2009	2008
General	1917, 1634-1639	Local Area Service	\$ 955,007	\$ 997,157
	1708	Equipment	220,068	251,970
	1709-12	Local Area Service	566,626	589,617
	1786-1791	Local Area Service	1,000,944	1,038,472
	1841	Enerplex	14,565,659	14,839,529
	1845-1874	Local Area Service	2,315,171	2,401,976
	1875	Local Area Service	75,348	77,966
	1917-1922	Local Area Service	1,270,115	1,314,250
	1923-1927	Local Area Service	818,556	847,000
	1975-1976	Local Area Service	589,000	-
Total General			22,376,494	22,357,937
Water	1332	Peace River Supply	1,555,875	1,711,050
	1929	Peace River Supply	2,802,613	2,900,000
Total Water			4,358,488	4,611,050
Sewer	1241-1247	Local improvements	991,379	1,066,445
	1599	Minor and Major Relief Sewers	1,811,863	1,882,664
	1663	Sewer Main Extension	2,660,023	2,759,757
	1663	Major Sewer Relief System	163,658	169,345
	1929	Peace River Supply	2,174,441	2,250,000
Total Sewer			7,801,364	8,128,211
			\$ 34,536,346	\$ 35,097,198

Principal payment commitments in the next five years are as follows:

2010	\$ 1,050,002
2011	1,050,002
2012	1,050,002
2013	1,050,002
2014	1,050,002
	\$ 5,250,010

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

8. Property, Buildings and Equipment

	Opening Balance	Acquisitions	Disposals	Balance 2009	Balance 2008
Land	\$ 4,903,036	\$ 480,360	\$ (309,000)	\$ 5,074,396	\$ 4,903,036
Buildings	47,852,624	17,861,524	-	65,714,148	47,852,624
Machinery and equipment	13,914,993	1,792,728	-	15,707,721	13,914,993
Engineering structures	157,539,507	7,498,542	-	165,038,049	157,539,507
	\$ 224,210,160	\$ 27,633,154	\$ (309,000)	\$ 251,534,314	\$ 224,210,160

9. Accumulated Surplus

	2009	2008
General Fund Accumulated Surplus (Schedule 1)		
Appropriated Surplus		
General	\$ 4,061,442	\$ 1,535,805
Water	192,117	192,117
Enerplex	1,699,539	12,851,518
	5,953,098	14,579,440
Unappropriated Surplus		
General	23,621	1,590,836
Water	4,433,164	2,991,761
Sewer	1,175,871	950,937
	5,632,656	5,533,534
	11,585,754	20,112,974
Capital Fund Accumulated Surplus (Schedule 2)		
General	3,911,815	1,924,316
Water	1,321,429	2,042,140
Sewer	2,253,244	2,992,950
	7,486,488	6,959,406
Statutory Reserve Funds (Schedule 3)		
Capital asset disposal	230,435	228,718
Sale of City owned land	410,986	78,972
Equipment replacement	2,867,168	1,875,228
Tax sale	199,229	197,744
	3,707,818	2,380,662
Cemetery Funds (Schedule 4)	186,769	175,125
Equity in Property, Buildings and Equipment (Schedule 5)	216,997,968	189,112,962
Accumulated Surplus	\$ 239,964,797	\$ 218,741,129

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

10. Net Municipal Property Taxes

	2009	2008
Municipal Property Taxes	\$ 19,049,860	\$ 18,862,717
Add: Requisitions collected on behalf of other taxing authorities		
Regional District	1,699,083	1,569,268
Provincial School	8,789,891	8,696,533
Regional Hospital District	1,884,052	1,901,647
British Columbia Assessment Authority	243,801	229,628
Municipal Finance Authority	635	379
Total property taxes collected	31,667,322	31,260,172
Deduct: Requisitions remitted to other taxing authorities	(12,617,462)	(12,397,455)
Net Municipal Property Taxes	\$ 19,049,860	\$ 18,862,717

11. Government Transfers

	2009	2008
Unconditional		
Provincial equalization	\$ 330,457	\$ 173,774
Gaming revenue	740,975	795,214
Traffic fines	463,275	328,421
Climate action revenue	33,797	-
Community Works Fund Agreement - (Gas tax)	762,509	583,209
Regional fair share	13,264,296	12,152,470
Taylor revenue sharing, net	(23,000)	(23,000)
	15,572,309	14,010,088
Conditional		
Regional fire protection	354,687	324,378
Canfor fire protection	14,283	14,283
Local Motion grant	463,530	345,139
Olympic torch relay	45,000	-
	877,500	683,800
Grants		
Federal RCMP	203,812	130,678
Federal Canada Day	9,300	1,000
Economic Development	-	30,000
Sewer infrastructure	400,364	-
Water infrastructure	10,000	10,000
Sustainable Neighbourhoods	-	135,000
Other	161,724	61,202
	785,200	367,880
Total Government Transfers	\$ 17,235,009	\$ 15,061,768
Operational	\$ 16,824,645	\$ 15,061,768
Capital	410,364	-
Total Government Transfers	\$ 17,235,009	\$ 15,061,768

CITY OF FORT ST. JOHN

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

12. Contingent Liability**Pension obligation**

The City of Fort St. John and its employees contribute to the Municipal Pension Plan (the plan), a jointly-trusted pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the plan, including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The plan has about 158,000 active members and approximately 57,000 retired members. Active members include approximately 33,000 contributors from local government.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. The most recent valuation as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009, with results available in 2010. The actuary does not attribute portions of the surplus to individual employers. The City of Fort St. John paid \$737,690 for employer contributions to the plan in fiscal 2009.

Loan guarantee

The City of Fort St. John has provided a loan guarantee to the North Peace Airport Society of 81.6% of any MFA loans to the Society up to a maximum loan of \$4,200,000.

Risk of law suits

The City of Fort St. John is potentially exposed to lawsuits arising from the ordinary course of operations. Although the outcome of such matters cannot be predicted with certainty, management does not consider the City of Fort St. John's exposure to lawsuits to be material to these financial statements.

13. Expenditures by Object

	2009	2008
Salaries, wages and employee benefits	\$ 11,839,303	\$ 10,081,053
Contracted and general services	10,836,799	9,867,715
Materials, goods, supplies and utilities	3,692,884	3,123,789
Interest and bank charges	1,979,198	1,948,923
Other	1,472,388	1,490,512
	\$ 29,820,572	\$ 26,511,992

CITY OF FORT ST. JOHN

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

14. North Peace Leisure Pool

	2009	2008
Revenues	\$ 530,930	\$ 500,025
Transfers from Peace River Regional District	1,587,118	1,513,566
	2,118,048	2,013,591
Expenditures	2,118,048	2,013,591
	\$ -	\$ -

The City of Fort St. John operates the North Peace Leisure Pool for the Peace River Regional District. According to the terms of the existing operating agreement ownership of the facilities remains with the Peace River Regional District, therefore revenues and expenditures are excluded from the City's consolidated statements of financial activities and schedule of general fund operations.

SCHEDULE OF GENERAL FUND OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009 Actual	2009 Budget (unaudited)	2008 Actual
Revenue			
Net municipal property taxes (Note 10)	\$ 19,049,860	\$ 19,145,207	\$ 18,862,717
Grants in lieu of taxes	261,174	202,255	207,943
Services provided to other governments	504,106	551,708	394,634
Sale of services	5,353,666	5,013,655	4,593,586
Other revenue from own sources	4,678,795	4,299,727	3,779,240
Return on investments	277,982	450,000	1,013,760
Government transfers (Note 11)	16,824,645	16,750,320	15,061,768
	46,950,228	46,412,872	43,913,648
Expenditures			
General government services	3,465,502	3,811,777	3,332,403
Protective services	9,527,115	9,352,005	8,163,568
Transit	2,034,309	2,119,705	1,737,857
Transportation	4,000,899	4,312,066	3,515,583
Public health and welfare	1,083,510	980,666	943,750
Environmental development	1,317,871	1,656,900	1,610,535
Recreational and cultural	3,660,582	4,148,622	2,561,988
Long term debt charges	1,979,198	2,005,676	1,948,923
Water utility services	1,906,541	2,174,007	1,831,827
Sewer utility charges	845,045	1,044,923	865,558
	29,820,572	31,606,347	26,511,992
Excess of Revenue over Expenditures	17,129,656	14,806,525	17,401,656
Interfund Transfers			
Transfer to capital fund, net	(23,163,099)	(25,533,517)	(23,534,905)
Transfer to reserve funds, net	(1,345,388)	(1,346,430)	(607,623)
Transfer from cemetery funds, net	1,463	7,000	5,693
	(24,507,024)	(26,872,947)	(24,136,835)
Add (Deduct)			
Actuarial adjustment on debt	(124,280)	-	(91,263)
Debt proceeds	-	-	6,000,000
Debt principal repayment	(1,025,572)	(1,045,351)	(664,762)
	(1,149,852)	(1,045,351)	5,243,975
Annual Deficit	(8,527,220)	(13,111,773)	(1,491,204)
Accumulated Surplus, beginning of year	20,112,974	20,112,974	21,604,178
Accumulated Surplus, end of year	\$ 11,585,754	\$ 7,001,201	\$ 20,112,974
General Fund Accumulated Surplus Consist of the Following:			
<i>Appropriated Surplus</i>			
Future expenditures - General Fund	\$ 4,061,442		\$ 1,535,805
- Water Fund	192,117		192,117
- Enerplex (Schedule 6)	1,699,539		12,851,518
<i>Unappropriated Surplus</i>			
General	23,621		1,590,836
Water	4,433,164		2,991,761
Sewer	1,175,871		950,937
	\$ 11,585,754		\$ 20,112,974

CITY OF FORT ST. JOHN

Schedule 2

SCHEDULE OF CAPITAL FUND OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009 Actual	2008 Budget (unaudited)	2008 Actual
Revenue			
Donations and refunds	\$ -	\$ -	\$ 26,000
Developer contributions	3,388,507	10,370,000	203,763
Government transfers (Note 11)	410,364	5,244,032	-
Return on investments	71,155	-	256,738
	3,870,026	15,614,032	486,501
Expenditures			
General government services	621,194	2,592,000	434,250
Protective services	692,218	1,390,000	1,351,625
Transportation	5,255,615	12,440,398	7,926,546
Public health and welfare	-	-	55,465
Recreational and cultural	18,652,154	20,270,862	17,609,420
Water utility services	456,501	1,148,000	882,959
Sewer utility services	1,955,472	9,940,480	289,748
	27,633,154	47,781,740	28,550,013
Deficiency of Revenue over Expenses	(23,763,128)	(32,167,708)	(28,063,512)
Interfund Transfers			
Transfer from reserve funds, net	538,111	198,570	1,336,190
Transfer from operating funds, net	23,163,099	25,533,517	23,534,905
	23,701,210	25,732,087	24,871,095
Add (Deduct)			
Debt proceeds	589,000	660,000	7,558,561
Repayment of short tem borrowing	-	-	(4,688,345)
	589,000	660,000	2,870,216
Annual Surplus (Deficit)	527,082	(5,775,621)	(322,201)
Accumulated Surplus, beginning of year	6,959,406	6,959,406	7,281,607
Accumulated Surplus, end of year	\$ 7,486,488	\$ 1,183,785	\$ 6,959,406
Capital Fund Accumulated Surplus Consist of the Following:			
General capital	\$ 3,911,815		\$ 1,924,316
Water capital	1,321,429		2,042,140
Sewer capital	2,253,244		2,992,950
	\$ 7,486,488		\$ 6,959,406

SCHEDULE OF RESERVE FUND OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009	2008
Revenue		
Land sales	\$ 490,000	\$ -
Return on investments	29,879	96,399
	519,879	96,399
Interfund Transfers		
Transfer to capital revenue funds, net	(538,111)	(1,336,190)
Transfer from general revenue funds, net	1,345,388	607,623
	807,277	(728,567)
Change in Reserve Funds	1,327,156	(632,168)
Reserve Funds, beginning of year	2,380,662	3,012,830
Reserve Funds, end of year	\$ 3,707,818	\$ 2,380,662
Reserve Funds Consist of the Following:		
<i>Statutory Reserves</i>		
Capital asset disposal	\$ 230,435	\$ 228,718
Sale of City owned land	410,986	78,972
Equipment replacement	2,867,168	1,875,228
Tax sale	199,229	197,744
	\$ 3,707,818	\$ 2,380,662

SCHEDULE OF CEMETERY FUND OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009	2008
Revenue		
Cemetery contribution	\$ 11,644	\$ 8,812
Return on investment	1,463	5,693
	13,107	14,505
Interfund Transfers		
Transfer to general revenue funds, net	(1,463)	(5,693)
Change in Cemetery Funds	11,644	8,812
Cemetery Funds, beginning of year	175,125	166,313
Cemetery Funds, end of year	\$ 186,769	\$ 175,125
Cemetery Funds Consist of the Following:		
Cemetery fund I	\$ 55,146	\$ 54,253
Cemetery fund II	131,623	120,872
	\$ 186,769	\$ 175,125

SCHEDULE OF EQUITY IN PROPERTY, BUILDINGS AND EQUIPMENT

YEAR ENDED DECEMBER 31, 2009

	2009	2008
Debt Retirement		
Actuarial adjustment on debt	\$ 124,280	\$ 91,263
Temporary borrowing principal repayment	-	4,688,345
Debt principal repayment	1,025,572	664,762
Debt proceeds	(589,000)	(13,558,559)
	560,852	(8,114,189)
Net Change in Property, Buildings and Equipment		
Disposal of property, buildings and equipment	(309,000)	-
Purchase of property, buildings and equipment	27,633,154	28,550,013
	27,324,154	28,550,013
Change in Equity in Property, Buildings and Equipment	27,885,006	20,435,824
Equity in Property, Buildings and Equipment, beginning of year	189,112,962	168,677,138
Equity in Property, Buildings and Equipment, end of year	\$ 216,997,968	\$ 189,112,962
Summary of Equity in Property, Buildings and Equipment		
General capital	\$ 174,019,847	\$ 149,126,224
Water Capital	27,267,593	26,558,529
Sewer capital	15,710,528	13,428,209
	\$ 216,997,968	\$ 189,112,962

CITY OF FORT ST. JOHN

Schedule 6

SCHEDULE OF ENERPLEX FUND OPERATIONS

YEAR ENDED DECEMBER 31, 2009

	2009	2008
Revenue		
Return on investment	\$ 176,624	\$ 281,058
Expenditures		
Debt funding costs	-	105,000
Excess of Revenue over Expenditures	176,624	176,058
Interfund Transfers		
Transfers from reserve fund	-	7,477,165
Debt proceeds	-	6,000,000
Transfers from (to) operating	12,000	(22,036)
Transfer to capital	(11,340,603)	(16,276,613)
	(11,328,603)	(2,821,484)
Change in Enerplex Funds	(11,151,979)	(2,645,426)
Enerplex Funds, beginning of year	12,851,518	15,496,944
Enerplex Funds, end of year	\$ 1,699,539	\$ 12,851,518

CITY OF FORT ST. JOHN

Schedule 7

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE

YEAR ENDED DECEMBER 31, 2009

	2009									2009	2009	2008
	General Government	Protective Services	Transit	Transport- ation	Public Health & Welfare	Environ- mental Development	Recreation and Cultural	Utilities	Unallocated	Actual	Budget (unaudited)	Actual
Revenue												
Net municipal property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	#####	#####	#####	#####
Grants in lieu of taxes	-	-	-	-	-	-	-	-	261,174	261,174	202,255	207,943
Services provided to other governments	310,460	193,646	-	-	-	-	-	-	-	504,106	551,708	394,634
Sale of services	-	-	-	64,235	957,212	-	-	4,332,219	-	5,353,666	5,013,655	4,593,586
Other revenue from own sources	753,061	668,071	2,135,648	-	11,643	92,002	537,632	100,330	392,052	4,690,439	4,299,727	3,814,052
Government transfers	-	572,782	-	-	-	178,820	785,975	410,364	15,287,068	17,235,009	21,994,352	15,061,768
Return on investment	377,807	-	1,209	-	1,463	-	-	-	-	380,479	450,000	1,372,592
Developer contributions	-	-	-	2,272,798	-	-	-	1,115,709	-	3,388,507	10,370,000	203,763
Land sales	490,000	-	-	-	-	-	-	-	-	490,000	-	-
	1,931,328	1,434,499	2,136,857	2,337,033	970,318	270,822	1,323,607	5,958,622	34,990,154	51,353,240	62,026,904	44,511,055
Expenditures												
Salaries, wages and employee benefits	1,892,254	4,703,832	-	1,895,937	130,280	465,796	1,714,623	1,036,581	-	11,839,303	12,086,236	10,081,053
Contracted and general services	1,077,764	4,399,429	2,034,309	1,130,202	952,262	280,597	366,726	595,510	-	10,836,799	11,817,143	9,867,715
Material, goods, supplies and utilities	262,242	404,944	-	919,831	968	63,079	936,854	1,104,966	-	3,692,884	3,852,540	3,123,789
Interest and bank charges	-	-	-	-	-	-	-	759,943	1,219,255	1,979,198	2,005,676	1,948,923
Other	233,242	18,910	-	54,929	-	508,399	642,379	14,529	-	1,472,388	1,844,752	1,490,512
	3,465,502	9,527,115	2,034,309	4,000,899	1,083,510	1,317,871	3,660,582	3,511,529	1,219,255	29,820,572	31,606,347	26,511,992
(Deficiency) Excess of Revenue over Expenditures	(1,534,174)	(8,092,616)	102,548	(1,663,866)	(113,192)	(1,047,049)	(2,336,975)	2,447,093	33,770,899	21,532,668	30,420,557	17,999,063
Other Items												
Disposal of property, buildings and equipment	(309,000)	-	-	-	-	-	-	-	-	(309,000)	-	-
Annual (Deficit) Surplus	\$(1,843,174)	\$(8,092,616)	\$ 102,548	\$(1,663,866)	\$ (113,192)	\$(1,047,049)	\$(2,336,975)	\$ 2,447,093	#####	#####	#####	#####