



CITY OF  
YELLOWKNIFE

# Financial Report 2017

For the year ended  
December 31, 2017

**City of Yellowknife  
Table of Contents  
December 31, 2017**

	<b>Page</b>
Consolidated Financial Statement Discussion and Analysis	2 - 8
Management's Responsibility for Consolidated Financial Statements	9
Audit Committee's Report	10
Independent Auditors' Report	11 - 12
Consolidated Statement of Financial Position	13
Consolidated Statement of Operations	14
Consolidated Statement of Changes in Net Financial Liabilities	15
Consolidated Statement of Cash Flows	16
Notes to the Consolidated Financial Statements	17 - 36
Consolidated Schedule of Tangible Capital Assets	37
Consolidated Schedule of Segment Disclosure	38 - 39
Consolidated Schedule of Government Transfers	40
Schedule of Revenue and Expenditures - Gas Tax Agreement	41
Schedule of Revenue and Expenditures - Community Public Infrastructure	42
Schedule of Revenue and Expenditures - Clean Water and Waste Management	43
Schedule of Revenue and Expenditures - Public Transit Infrastructure	44
Schedule of Fund Activities and Change in Fund Balance	
General Fund	45
Land Development Fund	46
Solid Waste Management Fund	47
Water and Sewer Fund	48
Capital Fund	49
Service Connection Failure Assistance Fund	50
Reserves	51
Schedule of Salaries, Honoraria and Travel	52

**City of Yellowknife**  
**Consolidated Financial Statement Discussion and Analysis**  
**For the year ended December 31, 2017**

The following Financial Statement Discussion and Analysis (FSD&A) has been prepared by management and should be read in conjunction with the audited consolidated financial statements (the Statements) and their accompanying notes and schedules. The Statements, as well as the accompanying materials, are prepared in accordance with Canadian public sector accounting standards as established by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

The Statements provide information about the economic resources, obligations and accumulated surplus of the City. The Financial Statements include the following individual statements:

1. **Consolidated Statement of Financial Position** – provides a summary of the City’s financial and physical assets and liabilities.
2. **Consolidated Statement of Operations** – provides a summary of the funds raised by the City and the use of such funds during the year.
3. **Consolidated Statement of Changes in Net Financial Liabilities** – shows how changes in physical assets occurred through the purchase and disposition of physical assets.
4. **Consolidated Statement of Cash Flows** – summarizes how the City’s cash position changed during the year by highlighting the sources and uses of cash.

The Financial Statements also include schedules that provide detail on tangible capital assets, segment disclosures, and activities and changes in the different fund balances.

**FUNDS AND RESERVES**

A fund is a grouping of accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City has established the following funds to achieve and demonstrate compliance with finance related requirements.

1. **General Fund** - reports on tax supported operations, which include services provided by the City to citizens such as public safety, parks and recreational services, transit services, street maintenance and administrative and governance support.
2. **Capital Fund** - reports on capital projects that are supported by taxes, user fees and/or grants from other orders of government. The Capital Fund is made up of, but is not limited to, reporting on the acquisition and/or construction of: streets, parks and recreation facilities, water and sewer infrastructure and other municipal facilities.
3. **Water and Sewer Fund** – reports on activities related to the provision of piped or trucked water and sewer services. This fund is funded by user fees.
4. **Solid Waste Management Fund** - reports on activities related to garbage and waste collection services. The fund is funded by user fees.
5. **Land Development Fund** – reports on activities related to the acquisition, development and disposal of municipal lands.
6. **Service Connection Failure Assistance Fund (SCFA)** – established to provide customers with a low-cost program to cover water and sewer service repairs. This fund is funded by user fees.

City Council has approved the establishment of Reserves. Reserves are a portion of the City’s surplus that is retained or set aside for a future use. The City has established three Capital Reserves and seven Operating Reserves.

1. **Information Technology Reserve, Mobile Equipment Reserve, and the Major Community Facility Reserve** – set-up to finance current and anticipated future capital projects, thereby reducing or eliminating the need to issue debt.
2. **Waterfront Development Reserve, Downtown Development Reserve, Heritage Reserve, Samuel Colley Donation Reserve, Twin Pine Hill Trail Reserve, Revitalization Initiative Reserve and Community Grant Reserve** – provide designated revenue to fund expenses related to future projects in these areas.

## **FINANCIAL HIGHLIGHTS**

Key financial highlights for 2017 are as follows:

- The City had a strong financial year with all funds other than the Land Fund coming in above budget. Higher user fee revenues and lower than budgeted costs for salaries, wages and benefits, power and fuel had positive impacts on the City's financial results. Lower than expected land sales resulted in the Land Fund not meeting budgeted projections.
- The City was able to transfer \$1.2 million in municipal taxes from the General Fund to the Capital Fund because operating expenses in the General Fund came in under budget. Salaries, wages and benefits were lower than budgeted largely due to staff vacancies and power and fuel costs also came in under budget. The transfer to the Capital Fund will assist the City in meeting its ten year capital plan and bring the General Fund balance into line with the City's Stabilization Funds Policy.
- The City has received \$16.3 million in federal funding under the Clean Water and Wastewater Fund (CWWF) and Public Transit Infrastructure Fund (PTIF) to update water and sewer and public transit infrastructure. The terms of the funding agreements require the City to complete the infrastructure upgrades no later than March 31, 2019. 2017 saw significant infrastructure investment as a result of this funding and the City recognized \$8.2 million in government transfers related to capital under these agreements. The remaining infrastructure upgrades are expected to take place in 2018.
- In 2017 the City expanded the compost pad located at the Solid Waste Facility as part of a planned capital project. Work required to complete the expansion resulted in remediation of the land on which the compost pad is located. As a result, these costs reduced the liability associated with landfill closure. To reflect the cost of using capital funding for what resulted in remediation of part of the landfill, a transfer of \$0.7 million from the Capital Fund to the Solid Waste Fund has been done.

## **CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	2017	2016	Change
<b>Financial Assets</b>	\$59,233,626	\$58,990,606	\$243,020
<b>Liabilities</b>	(65,894,293)	(68,360,991)	2,466,698
<b>Net Financial Liabilities</b>	(6,660,667)	(9,370,385)	2,709,718
<b>Non-Financial Assets</b>	292,602,845	282,058,651	10,544,194
<b>Accumulated Surplus*</b>	<b>\$285,942,178</b>	<b>\$272,688,266</b>	<b>\$13,253,912</b>

\*Accumulated surplus represents the City's net worth and is mainly comprised of the City's capital assets.

The Statement of Financial Position shows the City's overall financial position has increased by \$13.3 million over the previous year. This is primarily due to an increase in non-financial assets, which are largely comprised of tangible capital assets, as the City's investment in its infrastructure is outpacing depreciation. The City's net financial liabilities position improved by \$2.71 million, primarily due to a decrease in liabilities as a result of annual repayments on long-term debts.

<b>Accumulated Surplus</b>	
<b>Total Reserves</b>	<b>\$9,441,437</b>
<b>Surplus</b>	
<b>Tangible Capital Assets (TCA)</b>	291,189,428
<b>Long-term Liabilities related to TCA</b>	(18,482,958)
<b>Net Investment in TCA</b>	272,706,470
<b>Net Surplus</b>	3,794,271
<b>Accumulated Surplus</b>	<b>\$285,942,178</b>

Investment in tangible capital assets makes up 95.4% of the balance in the accumulated surplus with reserves and net surplus making up the remaining 3.3% and 1.3% respectively. More detailed information on the accumulated surplus balance can be found in Note 16.

### Significant trends

	Average Annual Change	2017	2016	2015	2014	2013
<b>Financial Assets</b>	20.3%	\$59,233,626	\$58,577,730	\$52,496,980	\$53,900,667	\$71,663,549
<b>Liabilities</b>	29.3%	65,894,293	68,360,991	71,709,808	77,242,398	59,389,367
<b>Net Financial Assets (Liabilities)</b>		(\$6,660,667)	(\$9,783,261)	(\$19,212,828)	(\$23,341,731)	\$12,274,182

The City went from a net asset position of \$12.2 million in 2013 to a net liability position of (\$23.3) million in 2014, a change of \$35.5 million. \$19.1 million of the \$35.5 million change is due to financing the construction of the water treatment plant to meet the City's current and future needs. The remaining \$16.1 million is a result of the increase to the landfill closure liability.

Net financial liabilities have declined over the past three years as a result of debt repayment and operating surpluses. In 2018, the City expects to see the net financial liabilities position improve; however, this is not expected to continue due to planned borrowing in 2019 and 2020 to finance the construction of a new aquatics centre and replacement of the City's submarine intake line.

	Average Annual Change	2017	2016	2015	2014	2013
<b>Reserves</b>	26.0%	\$9,441,437	\$9,929,042	\$7,507,410	\$6,063,846	\$4,891,871

The City allocates funds to reserves to meet future operating and capital requirements. Over the past five years, reserves have increased on average by 26.0% per year. This is primarily due to an increase in the Major Community Facility Reserve which was almost depleted at the end of 2012, an increase in the Mobile Equipment Reserve as a result of delays in equipment purchases and the establishment of the Revitalization Initiative Reserve in 2016 to support revitalization initiatives within targeted areas of the City.

Going forward, the City expects to see a decline in the reserves balance as the Revitalization Initiative Reserve is expected to be drawn down with no plan to maintain this reserve into the future.

## **CONSOLIDATED STATEMENT OF OPERATIONS**

### **Revenue**

	<b>Average Annual Change</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>Municipal Taxes</b>	3.0%	\$27,085,170	\$26,085,847	\$25,633,511	\$25,371,852	\$23,587,839
<b>User Fees and Sale of Goods</b>	5.4%	20,907,983	19,304,147	18,039,197	17,713,239	16,615,457
<b>Other*</b>	(2.6%)	3,658,559	4,568,435	4,153,150	4,189,418	4,540,208
<b>Regular Operating Revenue</b>		<b>51,651,712</b>	<b>49,958,429</b>	<b>47,825,858</b>	<b>47,274,509</b>	<b>44,743,504</b>
<b>Government Transfers</b>						
<b>Government of Canada</b>	39.1%	14,422,421	5,510,698	5,024,659	7,050,579	10,283,404
<b>Government of the Northwest Territories</b>	1.74%	10,694,656	10,825,713	10,546,264	10,207,142	10,133,534
		25,177,077	16,336,411	15,570,923	17,257,721	20,416,938
<b>Land Sales</b>	24.6%	1,403,000	7,602,219	1,778,849	3,697,117	4,335,237
<b>Contributed TCA</b>	-	-	4,989,553	8,598,616	-	-
<b>Total Revenue</b>		<b>\$78,171,789</b>	<b>\$78,886,612</b>	<b>\$73,774,246</b>	<b>\$68,229,347</b>	<b>\$69,495,679</b>

\*Includes Development Levies, Licenses, and Permits, Fines, Penalties and Cost of Taxes, Investment Income, and Franchise Fees.

Government transfers, land sales and contributed tangible capital assets have been shown separately as they vary significantly from year to year.

### **Comparison to Prior year**

Overall, revenue decreased by 0.9% from the previous year; however, regular operating revenue increased by 3.4%. Municipal taxes increased by 3.8% as a result of assessment growth and an increase in the tax rate of 1.2%. User fees and sale of goods were 8.3% higher than the previous year due to an increase in water and sewer revenues and developer contributions. Other revenue decreased by 19.9% as a result of a decline in development permit revenue.

There was a significant increase in government transfers from the previous year as a result of funding from the federal government under the CWWF and PTIF programs. Land sales decreased significantly from the previous year as 2016 had higher than expected sales in the Engle Business District and new residential lots were introduced onto the market. There were no contributed tangible capital assets in 2017.

### **Significant trends**

Municipal taxes generally increase with assessment growth and tax rate increases. Increases in 2013, 2015 and 2016 were related to assessment growth as there was no increase in the tax rates. The increases in 2014 and 2017 were a combination of assessment growth and tax rate increases. Going forward, the City expects to see municipal taxes continuing to increase as a result of assessment growth and small annual tax rate increases.

User fees and sales of goods have generally increased due to rate increases. The City expects this trend to continue as rates are adjusted to keep up with increasing costs.

Other revenue has remained relatively stable over the past five years and is expected to remain so. Fluctuations are mainly a result of the level of construction activity within the community.

Government transfers will fluctuate from year-to-year based on the capital projects in progress and the funding available from higher levels of government. In 2018, the City expects government transfers to remain consistent with 2017 levels as work continues under the CWWF and PTIF funded capital projects.

Land sales fluctuate from year to year based on the lots available for sale and the market demand for land. In 2016 new residential lots and a limited number of industrial lots came available for sale which resulted in higher sales. Purchase incentives introduced by the City in 2014 also had a positive impact on 2016 sales. In 2018, the City expects land sales to be higher than 2017 as more industrial lots in the Engle Business District become available for sale.

## Expenses

	Average Annual Change	2017	2016	2015	2014	2013
<b>General Government</b>	3.4%	\$5,286,567	\$4,755,295	\$5,361,171	\$4,987,080	\$4,287,415
<b>Community Services</b>	4.3%	11,443,788	10,821,865	10,461,071	10,367,658	10,047,479
<b>Corporate Services</b>	5.2%	5,934,378	5,822,662	5,586,246	5,405,857	5,329,928
<b>Mayor and Council</b>	2.1%	576,277	578,292	527,261	550,574	506,313
<b>Planning &amp; Development*</b>	(1.1%)	1,369,253	1,457,037	1,120,607	1,435,609	1,371,976
<b>Public Safety</b>	5.7%	7,306,981	7,179,455	6,507,940	6,083,406	5,960,764
<b>Public Works &amp; Engineering</b>	2.7%	11,148,323	10,459,800	10,663,170	10,255,616	10,064,694
<b>Solid Waste Facility**</b>	(0.7%)	2,485,249	2,654,945	2,562,565	2,823,291	2,655,433
<b>Water and Sewage</b>	7.1%	12,961,386	12,138,081	11,237,486	11,050,093	10,445,499
<b>Interest on Long-term Debt</b>	71.0%	615,103	659,647	706,544	757,752	462,970
<b>Regular Operating Expenses</b>	4.3%	59,127,305	56,527,079	54,734,061	53,716,966	51,128,471
<b>Land Development</b>	-	753,788	1,591,018	639,054	217,199	1,792,725
<b>Landfill Closure and Post-Closure</b>	-	348,877	595,999	417,926	16,100,119	93,549
<b>Minor Capital</b>	-	4,687,907	3,047,278	3,689,253	4,537,902	4,619,541
		<b>\$64,917,877</b>	<b>\$61,761,374</b>	<b>\$59,480,294</b>	<b>\$74,572,153</b>	<b>\$57,334,399</b>

\*Land Development costs were removed and shown below regular operating expenses.

\*\*Landfill Closure and Post-Closure costs were removed and shown below regular operating expenses.

Land development and minor capital costs have been shown separately as they vary significantly from year to year. Landfill closure and post-closure costs have been shown separately due to that large restatement of the landfill closure and post-closure liability in 2014.

### Comparison to Prior year

Overall, expenses increased 5.1% from the previous year with regular operating expenses increasing by 4.6%. The increase in regular operating costs is primarily a result of an increase in contracted and general services and salaries, wages and benefits costs.

Land development costs decreased significantly from the previous year as can be expected with a decline in land sales. The landfill closure and post-closure expense was lower than previous year as the City was able to utilize the old landfill site for the majority of the construction waste in 2017 resulting in less usage of the new landfill cells. Minor capital was higher than previous year which can be expected given the increase in capital related expenditures.

### **Significant trends**

Overall, the City's regular operating expenses have increased on average by 4.3% per year over the last five years. This trend is expected to continue as costs continue to rise due to general inflation and salaries, wages and benefits costs rise due to annual pay increases as negotiated in the collective agreements and the introduction of new full time positions as required.

The water and sewage, public safety and corporate services functions have seen the largest average annual increases in costs. Construction of a new water treatment plant has resulted in an increase in operating costs under the water and sewage function. An increase in service demands under public safety has resulted in higher operating costs. Expanded services by way of additional information technology infrastructure are the primary reason for the increase seen under corporate services.

Land development costs will continue to fluctuate from year to year based on land sales. In 2018, the City anticipates higher land development costs as it is expected that there will be an increase in land sales.

Significant fluctuations in the landfill closure and post-closure expenses are not expected going forward. The 2018 expense is expected to be comparable to that seen in 2016.

Minor capital expenses will continue to fluctuate from year to year and are influenced by both the level of capital expenditure as well as the type of capital projects taking place. In 2018, minor capital expenses are expected to be comparable to 2017 levels.

### **FUTURE OUTLOOK**

Yellowknife is a vibrant, welcoming and inclusive community that enjoys high service levels and an excellent quality of life. To continue to provide these levels of service and meet the expectations of its residents the City must continue to address the challenges it faces related to the community's limited tax base, increasing costs of providing services and the need to continue addressing aging infrastructure. As well, the City recognizes from the 2017 Citizen Survey and other feedback, that the City faces growing citizen expectations to address social issues in the community. All of these pressures coexist with concerns about Yellowknife's cost of living.

A key issue impacting the City is the fact that NWT community governments are underfunded by the Government of the Northwest Territories (GNWT) to the tune of \$40 million annually. Of this \$40 million shortfall, which the GNWT identified and acknowledges, the City is underfunded \$11 million each year. This has a huge impact on the City's ability to deliver services and infrastructure. The City continues to pressure the GNWT to consider its fiscal allocations to better support strong communities and a diversified economy, as well as develop a plan in writing to close the funding gap.

The City anticipates its debt burden will increase by up to \$54 million by the end of 2020 as borrowing will be required to finance the construction of a new aquatic centre and the replacement of the submarine intake line. The increase in debt will limit the City's ability to borrow for large capital expenditures in the future and may impact the City's credit rating. The City's current Aa2 rating benefits from a history of positive operating outcomes supporting predictable operating cash flow generation, solid governance and management policies and a developed institutional framework for municipalities in the Northwest Territories. These positive factors are balanced against the City's narrow economic base and current debt burden.

The City is always looking for ways to increase its revenues, diversify the economy and attract new residents. The 2018 budget approved a two year term staff position whose sole purpose is to seek out government and private funding opportunities. The City will continue to lobby the GNWT in 2018 to enact legislation that allows the City to implement an accommodation levy. Implementation of an accommodation levy would have a direct positive impact on the tourism sector in Yellowknife.



The City will continue to monitor key economic indicators, sources of revenue and spending levels as part of its sound fiscal approach. The City is in a strong financial position with healthy reserve balances and a solid strategic plan that culminates into a forecasted three year operating and 10 year capital plan.



Sharolynn Woodward, B.Comm, NACLA  
Director of Corporate Services  
April 6, 2018



**City of Yellowknife**  
**Management's Responsibility for the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

City of Yellowknife management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring all information in the annual report is consistent with the consolidated financial statements. This responsibility includes selecting appropriate accounting principles and methods and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

City Council is composed of elected officials who are not employees of the Municipality. City Council is responsible for overseeing management in the performance of its financial reporting responsibilities. City Council carries out its responsibility for review of the consolidated financial statements primarily through the Audit Committee. The Audit Committee meets regularly with management to discuss financial matters, including the results of audit examinations. The Audit Committee reports its findings to City Council for its consideration in approving the consolidated financial statements for issuance.

The consolidated financial statements have been reported on by Crowe MacKay LLP Chartered Professional Accountants. The independent auditors' report outlines the scope of their audit and their opinion on the presentation of the information included in the consolidated financial statements.



Sheila Bassi-Kellett  
City Administrator



Sharolynn Woodward, B.Comm, NACLA  
Director of Corporate Services

**City of Yellowknife  
Audit Committee's Report  
For the year ended December 31, 2017**

The Audit Committee oversees the City's financial reporting process on behalf of City Council. The Committee is comprised of: Mayor Mark Heyck (ex-officio), Councillor Rommel Silverio, Tara Clowes, Justin Hazenberg, Adam Vivian and Erik Bech.

The Committee reports directly to City Council and has complete access to all City records. The Committee meets regularly with the independent auditors to discuss the independence of the auditors, the scope and key risk areas for the audit, the results of their examinations, the evaluations of the City's internal controls, the overall quality of the City's external financial reporting and other matters required by Canadian public sector accounting standards.

Management has the primary responsibility for the consolidated financial statements and the reporting process, including the system of internal controls. Management represents that the City's consolidated financial statements are prepared in accordance with Canadian public sector accounting standards. Based on the Committee's review of the consolidated financial statements and discussions with Administration and the independent auditors, the Committee recommends that City Council adopt the audited consolidated financial statements for the year ended December 31, 2017.



Justin Hazenberg, P.Eng., Chair



## Independent Auditors' Report

To the Mayor and Members of Council:

We have audited the accompanying consolidated financial statements of the City of Yellowknife, which comprise the consolidated statement of financial position as at December 31, 2017, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes comprised of the summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and fair presentation of these 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.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City of Yellowknife as at December 31, 2017, and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*Report on Other Legal and Regulatory Requirement*

We further report, in accordance with the *Cities, Towns and Villages Act* of the Northwest Territories, that proper books and records of account have been kept by the City of Yellowknife, that the consolidated financial statements are in agreement therewith, and that the transactions that have come under our examination have been, in all material respects, within the statutory powers of the City.


A handwritten signature in blue ink that reads "CROWE MACKAY LLP". The signature is written in a cursive, slightly slanted style.


**April 23, 2018**  
**Yellowknife, Northwest Territories**

**Chartered Professional Accountants**

**City of Yellowknife**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2017**

	<b>2017</b>	<b>2016</b>
<b>Financial Assets</b>		
Cash and Cash Equivalents (Note 3)	<b>\$24,599,915</b>	\$23,549,688
Grants Receivable (Note 4)	<b>2,906,764</b>	246,350
Taxes Receivable (Note 5)	<b>927,546</b>	1,060,775
Water and Sewer Receivable (Note 6)	<b>1,247,133</b>	1,092,996
Other Receivable (Note 7)	<b>8,985,027</b>	11,927,526
Local Improvement Charge Receivable (Note 8)	<b>15,781,442</b>	16,192,450
Land Held For Resale (Note 9)	<b>4,785,799</b>	4,920,821
<b>Total Financial Assets</b>	<b>59,233,626</b>	<b>58,990,606</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities	<b>7,465,722</b>	6,717,206
Wages and Compensated Absences Payable (Note 10)	<b>881,437</b>	777,174
Retirement Benefits Liability (Note 11)	<b>1,176,317</b>	1,168,538
School Taxes Payable	<b>2,621,796</b>	2,561,196
Deposits Payable	<b>1,348,453</b>	1,273,611
Deferred Revenue (Note 12)	<b>1,399,731</b>	2,003,091
Long-term Debt (Note 13)	<b>32,700,352</b>	35,247,237
Provision for Landfill Closure (Note 14)	<b>18,300,485</b>	18,612,938
<b>Total Liabilities</b>	<b>65,894,293</b>	<b>68,360,991</b>
<b>Net Financial Liabilities</b>	<b>(6,660,667)</b>	<b>(9,370,385)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 15)	<b>291,189,428</b>	280,866,256
Inventories	<b>948,416</b>	647,076
Prepays	<b>465,001</b>	540,795
Deferred Expenses -Protective Services	<b>-</b>	4,524
	<b>292,602,845</b>	<b>282,058,651</b>
<b>Accumulated Surplus</b> (Note 16)	<b>\$285,942,178</b>	<b>\$272,688,266</b>
<b>Contingencies</b> (Note 18)		
<b>Commitments</b> (Note 19)		

Approved by:   
**Mayor**

  
**City Administrator**

**City of Yellowknife**  
**Consolidated Statement of Operations**  
**For the year ended December 31, 2017**

	<b>2017 Budget (Unaudited Note 21)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
Municipal Taxation			
Property Taxes	\$ -	\$ 31,433,684	\$ 30,452,544
Payments in Lieu of Taxes	-	6,051,701	5,804,626
Less: School Taxes	-	(10,400,215)	(10,171,323)
Net Municipal Taxation	27,006,000	27,085,170	26,085,847
User Fees and Sale of Goods	19,520,220	20,907,983	19,304,147
Land Sales	4,898,500	1,403,000	7,602,219
Government Transfers	734,000	822,235	632,414
Investment Income	90,000	389,587	437,276
Fines, Penalties and Cost of Taxes	1,310,500	1,075,810	1,010,218
Development Levies, Licenses and Permits	1,435,000	1,145,528	2,097,260
Franchise Fees	1,000,000	1,047,634	1,023,681
<b>Total Revenues</b>	<b>55,994,220</b>	<b>53,876,947</b>	<b>58,193,062</b>
<b>Expenses</b>			
General Government	5,269,852	5,286,567	4,755,295
Community Services	11,650,901	11,443,788	10,821,865
Corporate Services	6,476,075	5,934,378	5,822,662
Mayor and Council	618,150	576,277	578,292
Planning and Development	2,759,200	2,123,041	3,048,055
Public Safety	7,710,009	7,306,981	7,179,455
Public Works and Engineering	10,580,604	11,148,323	10,459,800
Solid Waste Facility	3,510,200	2,834,126	3,250,944
Water and Sewage	13,442,400	12,961,386	12,138,081
Interest on Long-term Debt	615,000	615,103	659,647
<b>Total Expenses</b>	<b>62,632,391</b>	<b>60,229,970</b>	<b>58,714,096</b>
<b>Annual Deficit before Other</b>	<b>(6,638,171)</b>	<b>(6,353,023)</b>	<b>(521,034)</b>
<b>Contributed Tangible Capital Assets</b>	<b>-</b>	<b>-</b>	<b>4,989,553</b>
<b>Government Transfers Related to Capital</b>	<b>25,512,000</b>	<b>24,294,842</b>	<b>15,703,997</b>
<b>Minor Capital Expense</b>	<b>(4,651,719)</b>	<b>(4,687,907)</b>	<b>(3,047,278)</b>
<b>Annual Surplus after Other</b>	<b>14,222,110</b>	<b>13,253,912</b>	<b>17,125,238</b>
<b>Accumulated Surplus at Beginning of Year</b>	<b>272,688,266</b>	<b>272,688,266</b>	<b>255,563,028</b>
<b>Accumulated Surplus at End of Year</b>	<b>\$ 286,910,376</b>	<b>\$ 285,942,178</b>	<b>\$ 272,688,266</b>

**City of Yellowknife**  
**Consolidated Statement of Changes in Net Financial Liabilities**  
**For the year ended December, 31, 2017**

	<b>Budget 2017 (Unaudited)</b>	<b>Actual 2017</b>	<b>Actual 2016</b>
<b>Annual Surplus (Deficit)</b>	\$ 14,222,110	\$ <b>13,253,912</b>	\$ 17,125,238
Acquisition of Tangible Capital Assets	(26,359,744)	<b>(23,503,699)</b>	(20,120,993)
Amortization of Tangible Capital Assets	13,010,000	<b>12,956,768</b>	12,671,930
(Gain) Loss on Disposal of Tangible Capital Assets	-	<b>167,074</b>	110,899
Proceeds on Disposal of Tangible Capital Assets	-	<b>56,775</b>	126,400
	<b>(13,349,744)</b>	<b>(10,323,082)</b>	(7,211,764)
Changes In Inventories, Prepaid Expenses and Deferred Expenses - Protective Services	-	<b>(221,112)</b>	(71,031)
<b>Changes in Net Financial Liabilities</b>	872,366	<b>2,709,718</b>	9,842,443
<b>Net Financial Liabilities, Beginning of Year</b>	(9,370,385)	<b>(9,370,385)</b>	(19,212,828)
<b>Net Financial Liabilities, End of Year</b>	<b>\$ (8,498,019)</b>	<b>\$ (6,660,667)</b>	<b>\$ (9,370,385)</b>





**City of Yellowknife**  
**Consolidated Statement of Cash Flows**  
**For the year ended December 31, 2017**

	<b>2017</b>	<b>2016</b>
	<b>Actual</b>	<b>Actual</b>
<b>Operations</b>		
Annual Surplus	\$ 13,253,912	\$ 17,125,238
Non-cash changes to operations:		
Amortization	12,956,768	12,671,930
Loss on Disposal of Tangible Capital Assets	167,074	110,899
Contributed Tangible Capital Assets	-	(4,989,553)
Retirement Benefits Liability	7,779	131,986
Provision for Landfill Closure	348,877	595,999
	<b>26,734,410</b>	<b>25,646,499</b>
Change in non-cash working capital balances related to operations:		
Grants Receivable	(2,660,414)	(158,443)
Taxes Receivable	133,229	782,241
Water and Sewer Receivable	(154,137)	204,941
Other Receivable	2,942,499	(3,308,999)
Local Improvement Charge Receivable	411,008	178,087
Land Held for Resale	135,022	468,589
Inventories	(301,337)	(63,053)
Prepays	75,794	(14,877)
Deferred Expenses -Protective Services	4,524	6,896
Accounts Payable and Accrued Liabilities	748,423	191,942
School Taxes Payable	60,600	73,356
Deposits Payable	74,842	62,630
Deferred Revenue	(603,360)	828,797
Wages and Compensated Absences Payable	104,263	175,351
Provision for Landfill Closure	(661,330)	(369,809)
	<b>309,626</b>	<b>(942,351)</b>
Net Cash provided from Operations	<b>27,044,036</b>	<b>24,704,148</b>
<b>Capital</b>		
Acquisitions of Tangible Capital Assets	(23,503,699)	(15,131,440)
Proceeds on Disposal of Tangible Capital Assets	56,775	126,400
Net Cash used for Capital	<b>(23,446,924)</b>	<b>(15,005,040)</b>
<b>Investing</b>		
Proceeds from Investments	-	2,000,000
<b>Financing</b>		
Long-term Debt Repayments	(2,546,885)	(2,849,732)
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,050,227</b>	<b>8,849,376</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>23,549,688</b>	<b>14,700,312</b>
<b>Cash and Cash Equivalents, End of Year (Note 3)</b>	<b>\$ 24,599,915</b>	<b>\$ 23,549,688</b>

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

The consolidated financial statements of the City of Yellowknife ("City") are the representations of management prepared in accordance with Canadian public sector accounting standards as prescribed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the City are as follows:

**a) Reporting Entity**

The consolidated financial statements reflect the financial assets, liabilities, non-financial assets, accumulated surplus, revenues and expenses and changes in financial position of the City. It is comprised of the organizations that are owned or controlled by the City and are, therefore, accountable to Mayor and Council for the administration of their financial affairs and resources. There are no external organizations that currently meet the criteria of forming part of the reporting entity. The consolidated financial statements include the operations of the General Fund, the Land Development Fund, the Solid Waste Management Fund, the Water and Sewer Fund, the Capital Fund and the Service Connection Failure Assistance Fund ("SCFA").

**b) Basis of Accounting**

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or legal obligation to pay.

**c) Cash and Cash Equivalents**

Cash and cash equivalents consist of cash on deposit, money market funds and Guaranteed Investment Certificates with maturity terms of three months or less at acquisition.

**d) Investments**

Investments are recorded at cost and consist of financial instruments with maturity terms of three months or greater at acquisition. Investment income is reported as revenue in the period earned.

**e) Land Held for Resale**

Land held for resale is recorded at the lower of cost and the net recoverable amount. Cost includes the amounts for improvements to prepare the land for sale. The net recoverable amount is the amount the City estimates it will collect from the sale of the land inventory. Inventory includes costs of acquisition, lot servicing and infrastructure.

Valuation of land is subject to significant measurement uncertainty because sales of large parcels of land are subject to Council's approval of proposed developments.

**f) Wages and Compensated Absences Payable**

Wages and compensated absences payable include employee wage and benefit liabilities which are future obligations of the City to its employees for benefits earned but not taken as at the end of the fiscal year.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**g) Retirement Benefits Liability**

Retirement benefits are comprised of severance payments based on employees' years of service as detailed in Note 11. There is no pension liability recorded as the City contributes to a contributory defined benefit pension plan on behalf of its employees as detailed in Note 20.

**h) Deferred Revenue**

Deferred revenue consists of government transfers for which the events giving rise to the transfer have not yet occurred and capital contributions from third parties to be used for specified capital projects. The deferred revenue will be recognized in the consolidated financial statements as revenue in the period in which the related expenses or capital expenditures are incurred.

**i) Liability for Contaminated Sites**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The City recognizes a liability for remediation of contaminated sites when the following criteria have been met:

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

The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available. At each financial reporting date, management reviews the carrying amounts of the liability. Any revision required to the amount previously recognized is accounted for in the period revisions are made. As of December 31, 2017, the City has determined that no liability exists.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**j) Non-Financial Assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated change in net financial assets for the year.

**k) Tangible Capital Assets**

Tangible capital assets are recorded at cost less accumulated amortization. Costs include all amounts that are directly attributable to acquisition, construction, development or betterment of assets. Tangible capital assets received as contributions are recorded at their fair value at the date of receipt when fair value can be reasonably estimated. Amortization is recorded on a straight-line basis over the expected useful life of each asset and commences on the first day of the fiscal year subsequent to acquisition or betterment and ceases on the last day of the fiscal year prior to disposal. Assets under construction are not amortized until the asset is available to begin delivery of its intended service value. Estimated useful life of tangible capital assets is as follows:

	<u>Useful Life</u>
Land	Not amortized
Buildings	40-50 years
Roads & Sidewalks Infrastructure	20 years
Water & Sewer Infrastructure	10-40 years
Other Infrastructure	8-40 years
Vehicles	10-21 years
Equipment	4-30 years
Work in Progress	Not amortized

**l) Inventories**

Inventories held for consumption are recorded at the lower of cost or replacement cost.

**m) Government Transfers**

Government transfers are recognized in the consolidated financial statements as revenues in the period that the events giving rise to the transfer occurred, providing the transfers are authorized, the municipality has met any eligibility criteria, and reasonable estimates of the amounts can be made.

**n) Land Sale Revenue**

Land sales are recognized as of the earlier of the transfer of title or transfer of possession under an agreement to sell.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**o) School Taxes**

School taxes are levied by the City on behalf of the School Boards and are not reported as revenue. The school mill rate set by Council is the rate necessary to meet the requisitions of the School Boards. School Board requisitions are paid quarterly and the fourth payment is paid subsequent to the City's year end. All school taxes, net of uncollectable accounts, are paid or payable to the School Boards.

**p) Property Taxes**

Property taxes are a function of assessed values and mill rates. The assessed values are determined through application of Territorial legislation and the mill rates are set by Council. The revenue is recognized in the period the taxes are levied.

**q) Local Improvement Charges**

When a service or improvement is deemed to benefit a specific area more than the municipality as a whole, the City may levy a local improvement charge on the impacted properties. The local improvement charge is recognized as a revenue in the year the project is substantially complete.

**r) Minor Capital Expenses**

Minor capital expenses represent the total of minor capital purchases that do not meet the City's criteria for classification as tangible capital assets but are funded through the capital budget. They are recognized as expenses in the period in which they are acquired and are reported at cost.

**s) Use of Estimates**

The preparation of the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the amounts of revenues and expenses during the period. Significant items subject to estimates include the provision for landfill closure and post closure costs, retirement benefits liability, allowances for doubtful accounts, provisions for contingencies and the determination of useful lives of tangible capital assets. These estimates are reviewed periodically and adjustments are reported in earnings in the year in which they become known.

Actual results could differ from these estimates as additional information becomes available in the future.

**t) Budget**

Budget figures are unaudited and are those approved by Council on December 12, 2016.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**u) Segment Disclosure**

The Consolidated Schedule of Segment Disclosure has been prepared in accordance with PSA Handbook Section PS 2700 – Segment Disclosures. The segments selected are to enable users to better understand the government reporting entity and the major revenue and expense activities of the City. For each reported segment, revenues and expenses represent amounts directly attributable to each segment.

The segments have been selected based on a presentation similar to that adopted for the City's financial planning and budget process. Segments include:

General Government:	includes the revenue and expenses pertaining to administration, policy, communications and economic development, human resources, and City Clerks.
Community Services:	includes the revenue and expenses pertaining to recreation programs, City facilities, the library and community grants.
Corporate Services:	includes the revenue and expenses pertaining to financial services, budgeting and financial reporting, property tax assessment, purchasing and risk management and information technology.
Mayor and Council:	includes the revenue and expenses pertaining to council meetings, participation in community events, conferences and memberships and public relations.
Planning and Development:	includes the revenue and expenses pertaining to permitting (development, building and mechanical), building and structural inspections, land use planning, development and zoning, and land sales.
Public Safety:	includes the revenue and expenses pertaining to emergency services (fire), enforcement (municipal enforcement) and emergency preparedness.
Public Works and Engineering:	includes the revenue and expenses pertaining to the maintenance and repair of the City's roadways and sidewalks, and the provision of a vehicle service to all City departments. Also included are expenses pertaining to project management of capital programs such as the roads and sidewalks program, the water and sanitation program, the land development program, and the major and minor capital works for other City departments.
Solid Waste Facility:	includes the revenue and expenses pertaining to garbage and waste collection.
Water and Sewage:	includes the revenue and expenses pertaining to the provision of piped or trucked water and sewer services.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**2. FUTURE ACCOUNTING CHANGES**

**a) Related Party Disclosures, Section PS 2200**

This new section defines a related party and establishes disclosures required for related party transactions.

This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**b) Inter-entity Transactions, Section PS 3420**

This new section establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**c) Assets, Section PS 3210**

This new section provides guidance for applying the definition of assets and establishes general disclosure standards for assets. Disclosure information about the major categories of assets that are not recognized is required.

This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**d) Contingent Assets, Section PS 3320**

This new section defines and establishes disclosure on contingent assets. Disclosure of information about contingent assets is required when the occurrence of the confirming future event is likely.

This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**e) Contractual Rights, Section PS 3380**

This new section defines and establishes disclosure standards on contractual rights. Disclosure of the nature, extent, and timing of any contractual rights is required.

This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**f) Restructuring Transactions, Section PS 3430**

This new section establishes standards on how to record assets, liabilities, revenues and expenses related to restructuring transactions as well as disclosure requirements for the recipient and transferor.

This Section applies to fiscal years beginning on or after April 1, 2018. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**2. FUTURE ACCOUNTING CHANGES (CONTINUED)**

**g) Financial Instruments, Section PS 3450 and related amendments to Financial Statement Presentation, Section PS 1201**

This standard will establish how to account for and report all types of financial instruments including derivatives. Financial instruments include primary instruments and derivative financial instruments. Governments should adopt Section PS 3450 in the same fiscal year Section PS 2601, Foreign Currency Translation, is adopted.

This Section is effective for fiscal periods beginning on or after April 1, 2019. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

**h) Foreign Currency Translation, Section PS 2601**

This section is replacing existing Section PS 2600, Foreign Currency Translation. Governments should adopt Section PS 2601 in the same fiscal year Section PS 3450, *Financial Instruments*, is adopted.

This Section is effective for fiscal periods beginning on or after April 1, 2019. Earlier adoption is permitted. The impact of the transition to these accounting standards has been reviewed by management and is not considered significant.

**3. CASH AND CASH EQUIVALENTS**

	<u>2017</u>	<u>2016</u>
Unrestricted		
Cash	\$ 15,394,820	\$ 14,398,583
Cash Held in Reserves	823,249	813,781
Investments in Money Market Funds	8,138,051	8,073,098
Restricted		
Cash Held in Trust (Note 22)	243,795	264,226
	<u>\$ 24,599,915</u>	<u>\$ 23,549,688</u>



**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**4. GRANTS RECEIVABLE**

	<b>2017</b>	<b>2016</b>
Government of the Northwest Territories		
Clean Water and Wastewater Fund	\$ 2,405,913	-
District Energy	6,000	6,000
Economic Development Officer	25,000	25,000
Property Assessment and Taxation Services	125,000	125,000
Public Library Services	2,000	-
Public Transit Infrastructure Fund	71,913	-
Winter Cities Conference	1,037	-
Government of Canada		
Canadian Northern Economic Development - Destination Marketing Organization	30,249	-
Canadian Northern Economic Development - Frame Lake Trail	150,000	-
Heritage Canada		10,000
Federation of Canadian Municipalities - Climate and Asset Management Network	3,852	
Federation of Canadian Municipalities - Community Energy Plan	85,800	80,350
	<u>\$ 2,906,764</u>	<u>\$ 246,350</u>

**5. TAXES RECEIVABLE**

	<b>2017</b>	<b>2016</b>
Property Taxes Receivable	\$ 2,630,551	\$ 2,688,096
Less: Allowance for Doubtful Taxes Receivable	(1,703,005)	(1,627,321)
	<u>\$ 927,546</u>	<u>\$ 1,060,775</u>

**6. WATER AND SEWER RECEIVABLE**

	<b>2017</b>	<b>2016</b>
Water and Sewer Receivables	\$ 1,669,084	\$ 1,520,535
Less: Allowance for Doubtful Accounts	(421,951)	(427,539)
	<u>\$ 1,247,133</u>	<u>\$ 1,092,996</u>

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**7. OTHER RECEIVABLE**

	<u>2017</u>	<u>2016</u>
Land Sales and Trade Accounts Receivables	\$ 6,247,484	\$ 9,314,369
Community Services Receivables	344,817	221,604
Municipal Enforcement Receivables	743,083	645,413
Northland Utilities Ltd. Power Distribution Franchise	1,100,015	1,074,865
Due From Homelessness Coalition - Bailey House Note 18 (c)	876,737	992,879
GST Receivable	485,162	184,519
Other	338,960	436,460
	<u>10,136,258</u>	<u>12,870,109</u>
Less: Allowance for Doubtful Accounts	(1,151,231)	(942,583)
	<u>\$ 8,985,027</u>	<u>\$ 11,927,526</u>

**8. LOCAL IMPROVEMENT CHARGE RECEIVABLE**

	<u>2017</u>	<u>2016</u>
Niven Lake Subdivision - Phase 7	\$ 379,476	\$ 407,052
Yellowknife Condominium Corporation No. 8	15,401,966	15,785,398
	<u>\$ 15,781,442</u>	<u>\$ 16,192,450</u>

**a) Niven Lake Subdivision - Phase 7**

The City has levied a local improvement charge ("LIC") on certain properties in Blocks 308 and 309, Plan 4204, known as Stage 2, Phase 7, Niven Lake Subdivision to pay for the costs of infrastructure and other local improvements. Each owner of the affected properties is responsible for paying the LIC. The LIC will be levied over a fifteen year period starting January 2014. A 3.59% annual interest rate is charged to recover the carrying costs incurred by the City as a result of the local improvements.

As of January 1, 2014, the owner of a property to which the LIC applies may pay the entire balance in full plus interest calculated up to the date of the payment.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**8. LOCAL IMPROVEMENT CHARGE RECEIVABLE (CONTINUED)**

**b) Yellowknife Condominium Corporation No. 8**

The City has levied a LIC on certain properties in Block 163, Plan C2090, known as Yellowknife Condominium Corporation No. 8 ("Condo Corp") to pay for the cost of installing water and sewer infrastructure servicing the Condo Corp. Each owner of the affected properties is responsible for paying the LIC. The LIC will be levied over a twenty-five year period starting January 2016. A 3.30% annual interest rate is charged to recover the carrying costs incurred by the City as a result of the local improvements.

As of January 1, 2016, the owner of a property to which the LIC applies may pay the entire balance in full plus interest calculated up to the date of the payment and early repayment fee.

**9. LAND HELD FOR RESALE**

Land held for resale is classified as a financial asset. Land held for resale has a market value of \$12,022,073 (2016 - \$12,928,800).

	<b>2017</b>	<b>2016</b>
Land Held for Resale - Financial Asset	\$ 4,785,799	\$ 4,920,821

**10. WAGES AND COMPENSATED ABSENCES PAYABLE**

	<b>2017</b>	<b>2016</b>
Accrued Wages and Compensated Absences		
Payroll	\$ 52,756	\$ 66,615
Vacation and Lieu Time	848,630	723,988
	901,386	790,603
Wage Assignments	(19,949)	(13,429)
	\$ 881,437	\$ 777,174

**Payroll**

The payroll liability is comprised of wages, salaries and benefits earned in 2017 and paid on the first payroll of 2018.

**Vacation and Lieu Time**

The vacation and lieu time liability is comprised of vacation and lieu time that employees have earned and are deferring to future years.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**10. WAGES AND COMPENSATED ABSENCES PAYABLE (CONTINUED)**

**Wage Assignments**

The wage assignment receivable is comprised of payments made by the City on behalf of employees as at December 31, 2017 that will be recovered by payroll deduction from the first payroll of 2018.

**11. RETIREMENT BENEFITS LIABILITY**

	<b>2017</b>	<b>2016</b>
Balance, Beginning of Year	\$ 1,168,538	\$ 1,036,553
Net Expense	133,281	218,935
Paid-Out	(125,502)	(86,950)
Balance, End of Year	<u>\$ 1,176,317</u>	<u>\$ 1,168,538</u>

City employees retiring over the age of 55 with 10 or more years of service are entitled to one weeks pay for each year of service to a maximum of 25 weeks pay. The retirement allowance liability is calculated from the weekly wages of all employees with 10 years of service multiplied by years of service as at December 31, 2017 and factored by a probability that the employee will remain in service at age 55 as follows:

Age 55+	100%
Age 50-55	67%
Age 45-50	50%

**12. DEFERRED REVENUE**

	<b>2016</b>	<b>Externally Restricted Inflows</b>	<b>Revenue Earned</b>	<b>2017</b>
Government Transfers				
Government of the Northwest Territories				
Community Capacity Building Fund	\$ 327,335	\$ -	\$ (7,706)	\$ 319,629
Street Outreach Program	-	32,000	-	32,000
Waste Reduction and Recycling Initiative	-	3,834	-	3,834
Win Your Space	-	20,000	-	20,000
Library Grant	20,000	105,000	(125,000)	-
Sport and Recreation Grant	28,648	80,000	(108,648)	-
Property Assessment Contract	11,667	125,000	(125,000)	11,667
Government of Canada				
Department of Indigenous and Northern Affairs Canada	608	1,737	(2,345)	-
Canadian Northern Economic Development	227,055	-	(227,055)	-
Developer Contribution	1,049,760	-	(349,409)	700,351
Other	338,018	242,249	(268,017)	312,250
	<u>\$ 2,003,091</u>	<u>\$ 609,820</u>	<u>\$ (1,213,180)</u>	<u>\$ 1,399,731</u>

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**13. LONG-TERM DEBT**

	<b>2017</b>	<b>2016</b>
<b>Capital - General</b>		
TD Canada Trust Swap #904437T, authorized by By-law 4729 to finance completion of Phase 1 of the Multiplex, with monthly payments of \$9,944 including principal & interest at 2.77%, expiring May 2023.	\$ 599,495	\$ 700,662
TD Canada Trust Swap #904866T, authorized by By-law 4681 to finance the cost of building a new Water Treatment Plant, with monthly payments of \$139,061 including principal & interest at 3.10%, expiring June 2028.	14,940,978	16,126,844
TD Canada Trust Swap #909370T, authorized by By-law 4737 to finance the cost of building a new Water Treatment Plant, with monthly payments of \$6,198 including principal & interest at 3.98%, expiring August 2028.	645,554	693,197
TD Canada Trust Swap #909371T, authorized by By-law 4737 to finance the cost of building a new Water Treatment Plant, with monthly payments of \$21,754 including principal & interest at 3.71%, expiring August 2028.	2,296,931	2,469,330
	18,482,958	19,990,033
<b>General</b>		
Registered Mortgage #158,048 with the Northwest Territories Housing Corporation, authorized by By-law 4468, to finance the construction of Bailey House, with annual payments of \$181,728 including principal & interest at 6.5%, expiring January 2023. Note 18 (c).	876,737	992,879
TD Canada Trust Swap #903174T, authorized by By-law 4707 to finance the cost of a Local Improvement in the Yellowknife Condominium Corporation No. 8 Mobile Home Park, with monthly payments of \$27,256 including principal & interest at 3.30%, expiring May 2038. Note 8 (b).	13,006,058	13,445,358
TD Canada Trust Swap #920732T, authorized by By-law 4766 to finance the cost of local improvements on certain properties in Stage 2, Phase 7, Niven Lake Subdivision, with monthly payments of \$6,968 including principal & interest at 3.58%, expiring January 2029. Note 8 (a).	334,599	818,967
	\$ 32,700,352	\$ 35,247,237

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**13. LONG-TERM DEBT (CONTINUED)**

Debentures are covered by taxes and penalties levied, all grants and sundry revenues. Total interest payable in 2017 on long-term debt was \$618,730 (2016 - \$671,825). The estimated fair value of long-term debt at December 31, 2017 is \$31,092,930 (2016 - \$33,665,216). Fair value is estimated by discounting future cash flows at the rate currently offered by the City's bank for debt of similar credit quality and period to maturity. Annual principal repayment requirements on long-term debt for the next five years is as follows:

2018	\$	2,158,489
2019		2,232,908
2020		2,310,036
2021		2,389,980
2022		2,472,852
2023 and thereafter		21,136,087
	<u>\$</u>	<u>32,700,352</u>

**14. PROVISION FOR LANDFILL CLOSURE**

The City is required to estimate future landfill closure costs and set aside a portion of these costs. The City has recorded a provision for the Old Landfill site and the New Landfill - Cell A.

	<u>2017</u>	<u>2016</u>
Old Landfill Site	\$ 15,683,905	\$ 16,345,235
New Landfill - Cell A	2,616,580	2,267,703
	<u>\$ 18,300,485</u>	<u>\$ 18,612,938</u>

Estimates of future landfill closure costs are subject to significant measurement uncertainty. Northwest Territories landfill closure standards have not been established.

The main components of the landfill closure plan are final capping using selected specific layers of earthen and synthetic materials based on engineered cap design, installation of groundwater monitoring wells and gas vents, and implementation of a drainage management plan. The post-closure care requirements will involve cap maintenance, groundwater and gas monitoring, and inspections.

**a) Old Landfill Site**

Total closure and post-closure costs are estimated to be \$15,683,905 (2016 - \$16,345,235) of which \$12,464,002 is for site closure activities and \$3,219,903 for post-closure care activities. The liability was reduced by \$661,330 to account for remediation activities that occurred in 2017. The remaining estimated life of the landfill is 1 year and monitoring will be required indefinitely. Of the total capacity of 700,000 cubic meters, less than 1% remains.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**14. PROVISION FOR LANDFILL CLOSURE (CONTINUED)**

**b) New Landfill - Cell A and Cell B**

Total closure and post-closure costs are estimated to be \$7,122,909 of which \$2,616,580 has been recognized (2016 - \$2,267,703). Of the total costs, \$4,721,009 is for site closure activities and \$2,401,900 is for post-closure care activities. The City has included \$1,734,249 (2016 - \$1,503,015) for site closure costs and \$882,331 (2016 - \$764,686) for post-closure care costs. The remaining estimated life of the landfill is 7 years and monitoring will be required indefinitely. Of the total capacity of 196,000 cubic meters, 124,000 cubic meters (63%) remains.

**15. TANGIBLE CAPITAL ASSETS**

	Net Book Value	
	2017	2016
Land	\$ 35,846,479	\$ 35,852,653
Buildings	83,730,355	86,377,711
Roads & Sidewalks Infrastructure	41,092,049	36,960,326
Water & Sewer Infrastructure	102,889,720	95,226,089
Other Infrastructure	15,072,702	14,975,226
Vehicles	1,437,395	1,225,632
Equipment	8,634,942	8,938,948
Work in Progress	2,485,786	1,309,671
	\$ 291,189,428	\$ 280,866,256

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**16. ACCUMULATED SURPLUS**

	<u>2017</u>	<u>2016</u>
Surplus		
Investment in Capital		
Tangible Capital Assets (Note 15)	\$ 291,189,428	\$ 280,866,256
Long-term Debt - Capital - General (Note 13)	(18,482,958)	(19,990,033)
	<u>272,706,470</u>	<u>260,876,223</u>
General Fund Balance	5,441,519	5,315,578
Land Development Fund Balance	965,665	4,453,124
Solid Waste Fund Balance	(14,655,532)	(16,375,666)
Water and Sewer Fund Balance	(250,617)	(793,471)
Capital Fund Balance	11,242,863	8,617,934
SCFA Fund Balance	1,050,373	665,502
Total Surplus	<u>276,500,741</u>	<u>262,759,224</u>
Reserves		
Community Grant Reserve	2,450	-
Downtown Development Reserve	749,518	592,804
Heritage Reserve	155,750	138,678
Information Technology Reserve	1,167,051	855,018
Major Community Facility Reserve	2,976,625	2,890,764
Mobile Equipment Replacement Reserve	1,606,411	3,019,865
Revitalization Initiative Reserve	2,378,672	1,952,462
Samuel Colley Library Donation Reserve	216,154	213,668
Twin Pine Hill Trail Reserve	188,806	265,783
Waterfront Development Reserve	-	-
Total Reserves	<u>9,441,437</u>	<u>9,929,042</u>
	<u>\$ 285,942,178</u>	<u>\$ 272,688,266</u>

**17. FUNDS AND RESERVES**

Management funds consist of the General, Land Development, Water and Sewer, Solid Waste Management, Service Connection Failure Assistance, Capital Funds, and Reserves. Transfers between Funds are recorded as adjustments to the appropriate equity account. The interfund transfers are excluded from the consolidated statement of operations. The purpose of the funds are:

**General Fund** - to account for tax and other general revenue, general expenses and other transactions not accounted for in other funds.

**Land Development Fund** - to account for land sales and land development costs.

**Solid Waste Management Fund** - To account for revenue from solid waste charges and the costs of collecting, recycling, and processing solid waste.

**Water and Sewer Fund** - to account for revenues and expenses related to water and sewer services.



**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**17. FUNDS AND RESERVES (CONTINUED)**

**Capital Fund** - to account for revenue related to capital and all capital expenses with the exception of land.

**Service Connection Failure Assistance Fund** - to account for the service connection failure assistance program separately from the Water and Sewer fund.

**Reserves** - to record reserves established at the discretion of Council to set aside funds for future operating and capital expenses. Transfers to and or from reserves are reflected as an adjustment to the respective fund and not as revenue or expenses in the statement of operations.

The community maintains the following reserves:

Community Grant Reserve:	Unused grant funding will be transferred to Community Grant Reserve for future use.
Downtown Development Reserve:	Starting 2002, 25% of the parking meter revenue is transferred to the Downtown Development Reserve to fund future projects that impact the downtown area.
Heritage Reserve:	Amounts approved by Council for future heritage project expenses are transferred to the Heritage Reserve.
Information Technology Reserve:	Amounts approved by Council for future information technology are transferred to the Information Technology Reserve.
Major Community Facility Reserve:	Amounts approved by Council for future community facilities are transferred to the Major Community Facility Reserve.
Mobile Equipment Replacement Reserve:	Amounts budgeted for future mobile equipment replacement are transferred to the Mobile Equipment Replacement Reserve.
Revitalization Initiative Reserve:	Starting in 2016, 30% of land sales is transferred to the Revitalization Initiative Reserve to target land assembly that supports revitalization initiatives within targeted areas.
Samuel Colley Library Donation Reserve:	To provide for the Yellowknife Public Library.
Twin Pine Hill Trail Reserve:	Amounts approved by Council for future development of the Twin Pine Hill Trail are transferred to the Twin Pine Hill Trail Reserve.
Waterfront Development Reserve:	Amounts approved by Council for future waterfront development are transferred to the Waterfront Development Reserve.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**17. FUNDS AND RESERVES (CONTINUED)**

Reserves for operating and capital activities changed as follows:

	<b>Opening Balance</b>	<b>Appropriations to (from) Reserves</b>	<b>Closing Balance</b>
Community Grant Reserve	\$ -	\$ 2,450	\$ 2,450
Downtown Development Reserve	592,804	156,714	749,518
Heritage Reserve	138,678	17,072	155,750
Information Technology Reserve	855,018	312,033	1,167,051
Major Community Facility Reserve	2,890,764	85,861	2,976,625
Mobile Equipment Replacement Reserve	3,019,865	(1,413,454)	1,606,411
Revitalization Initiative Reserve	1,952,462	426,210	2,378,672
Samuel Colley Library Donation Reserve	213,668	2,486	216,154
Twin Pine Hill Trail Reserve	265,783	(76,977)	188,806
Waterfront Development Reserve	-	-	-
	<u>\$ 9,929,042</u>	<u>\$ (487,605)</u>	<u>\$ 9,441,437</u>

**18. CONTINGENCIES**

**a) Insurance**

The City participates in the NWT Association of Communities Insurance Programs. Under these programs, the City could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

**b) Litigation**

In the normal course of operations, the City is subject to various legal claims. The City's estimated maximum exposure to legal claims is not considered to be significant.

**c) Mortgage**

Construction of the Bailey House was completed in 2009, but transfer of title was delayed beyond December 31, 2009. As per a construction loan agreement between the City, the Council of The Salvation Army of Canada and the NWT Housing Corporation, title and registered mortgage #158,048 is to transfer from the City to The Salvation Army at the time of completion. Simultaneously, the receivable amount recorded as Due from Homelessness Coalition will be considered to be paid in full by the transfer of the title and this mortgage and will be recorded as such. Under clause 23 of the Agreement, failure on the part of the Salvation Army to act in accordance with the Agreement as defined therein would cause the title and balance of mortgage #158,048 at the time of default to return as a liability to the City. This contingent liability will be disclosed as a note to the consolidated financial statements of the City until such time as the mortgage is discharged.

As at December 31, 2017, The Salvation Army has been compliant with the terms of the Agreement and NWT Housing Corporation has credited forgivable payments to the mortgage as scheduled for a balance of \$876,737 (note 13) and other accounts receivable from the Homelessness Coalition of \$876,737 (note 7).

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**19. COMMITMENTS**

**a) Service Contracts**

In the course of normal operations the City has entered into various multi-year service contracts. The minimum payments for these contracts for the next five years are as follows:

	<u><b>Total</b></u>
2018	\$ 4,589,081
2019	3,268,433
2020	2,108,770
2021	1,087,117
2022 and later	106,085
	<u><u>\$ 11,159,486</u></u>

**b) Capital Contracts**

The City regularly enters into contracts related to capital projects. The amounts below represent the uncompleted portions of these contracts as of December 31, 2017. The expected minimum payments for these contracts are:

	<u><b>Total</b></u>
2018	<u><u>\$ 7,203,967</u></u>

**20. PENSION AGREEMENTS**

Eligible employees of the City are members of the Northern Employee Benefits Services (NEBS) Pension Plan (the Plan), a contributory defined benefit plan. The Plan is administered by NEBS as part of benefits program providing insurance, health care and pension benefits for employees of member employers in the North. NEBS is a member owned, not-for-profit corporation of which the City is a member.

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**20. PENSION AGREEMENTS (CONTINUED)**

Total contributions remitted by the City to the NEBS Pension Plan were as follows:

	<b>2017</b>	<b>2016</b>
Employers' contribution	\$ 1,344,386	\$ 1,312,230
Employees' contribution	1,344,386	1,312,230
	\$ 2,688,772	\$ 2,624,460

Participating employers in the Plan, including the City are required to make contributions to the plan of 8% (2016 - 8%) of pensionable earnings, and to remit employee contributions of 8% (2016 - 8%). These contributions cover current service costs and a provision for adverse deviation.

The Plan is governed by the *Northern Employee Benefits Services Pension Plan Act* (in force October 1, 2015) (the Act) and a Plan text document maintained by the administrator of the Plan. Both the Act and the Plan text document provide that participating employers are liable for their share of any funding shortfalls in the Plan as determined on a going concern basis, and on Plan windup. The Act and the Plan text document provide any going concern shortfalls, should they arise, are to be paid down over no more than 15 years and that contribution rates may be increased if necessary to do so.

Pursuant to the Act, the Plan is exempt from compliance with the Pension Benefits Standards Act, 1985 (PBSA) and is not required to be funded on a solvency basis.

As at January 1, 2017, the NEBS Pension Plan had a going concern surplus of \$18,500,000 (2016 - \$12,500,000) and a funded ratio of 111% (2016 - 109%). The Plan serves 2,600 employee members and 99 participating employers.

**21. COMPARATIVE AMOUNTS**

The comparative figures have been reclassified, where applicable, to conform with the presentation adopted in the current year.

Budget figures have been reclassified to conform with the presentation adopted in the current year. The City's 2017 Financial Plan reported all capital expenditures including tangible capital assets acquisitions as operations expenses.

Capital expenditures have been reclassified as follows:

	<b>2017 Budget</b>
Capital purchases as presented in the budget	\$ 31,626,463
Less: Acquisition of Tangible Capital Assets	26,359,744
Less: Interest on Long-term Debt Related to Capital	615,000
Minor Capital Expense	\$ 4,651,719

**City of Yellowknife**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2017**

**21. COMPARATIVE AMOUNTS (CONTINUED)**

The annual surplus (deficit) as approved in the 2017 Financial Plan has been reclassified as follows:

	<b>2017</b>
	<b>Budget</b>
Annual Surplus (Deficit) as presented in the budget	\$ (634,634)
Add: Acquisitions of Tangible Capital Assets	26,359,744
Add: Debt Repayment	1,507,000
Less: Amortization	13,010,000
Annual Surplus (Deficit)	<u>\$ 14,222,110</u>

**22. CASH HELD IN TRUST**

	<b>2017</b>	<b>2016</b>
McLennan Ross LLP for Firefighters' Training Alternative Measures Agreement	\$ 4,888	\$ 11,783
McLennan Ross LLP for Twin Pine Hill Escrow Agreement	238,907	252,443
	<u>\$ 243,795</u>	<u>\$ 264,226</u>

**23. MEASUREMENT UNCERTAINTY**

**a) Liability for Contaminated Sites**

A contaminated site is an unproductive site at which substances occur in concentrations that exceed the maximum acceptable amounts under an environmental standard. A liability for remediation of contaminated sites is recognized when the City is directly responsible or accepts responsibility, it is expected that future economic benefits will be given up and a reasonable estimate for the amount can be made.

The City has determined no liability exists as of December 31, 2017.

**b) Provision for Landfill Closure**

Estimates of landfill closure and post closure costs are subject to significant measurement uncertainty. The current provision includes a material estimate for contingency costs. The City plans to have a third party review of the landfill closure and post closure costs completed every three years. The last review was completed on April 27, 2016.

City of Yellowknife  
Consolidated Schedule of Tangible Capital Assets  
For the year ended December 31, 2017

	Land	Buildings	Roads & Sidewalks Infrastructure	Water & Sewer Infrastructure	Other Infrastructure	Vehicles	Equipment	Work in Progress	Totals
<b>Cost</b>									
Balance, beginning of year	\$ 35,852,653	\$ 126,290,132	\$ 74,217,869	\$ 173,374,493	\$ 20,811,800	\$ 3,228,973	\$ 18,247,025	\$ 1,309,671	\$ 453,332,616
Add: Additions during year	-	693,270	7,360,945	11,853,323	949,496	422,518	1,048,032	1,176,115	23,503,699
Less: Disposals during year	6,174	-	-	1,555,748	-	354,303	646,751	-	2,562,976
<b>Balance, End of year</b>	<b>35,846,479</b>	<b>126,983,402</b>	<b>81,578,814</b>	<b>183,672,068</b>	<b>21,761,296</b>	<b>3,297,188</b>	<b>18,648,306</b>	<b>2,485,786</b>	<b>474,273,339</b>
<b>Accumulated amortization</b>									
Balance, beginning of year	-	39,912,421	37,257,543	78,148,404	5,836,574	2,003,341	9,308,077	-	172,466,360
Add: Amortization during the year	-	3,340,626	3,229,222	4,139,684	852,020	210,755	1,184,461	-	12,956,768
Less: Accumulated amortization on disposals	-	-	-	1,505,740	-	354,303	479,174	-	2,339,217
<b>Balance, End of year</b>	<b>-</b>	<b>43,253,047</b>	<b>40,486,765</b>	<b>80,782,348</b>	<b>6,688,594</b>	<b>1,859,793</b>	<b>10,013,364</b>	<b>-</b>	<b>183,083,911</b>
<b>Net book value of Tangible Capital Assets</b>	<b>\$ 35,846,479</b>	<b>\$ 83,730,355</b>	<b>\$ 41,092,049</b>	<b>\$ 102,889,720</b>	<b>\$ 15,072,702</b>	<b>\$ 1,437,395</b>	<b>\$ 8,634,942</b>	<b>\$ 2,485,786</b>	<b>\$ 291,189,428</b>



**City of Yellowknife**  
**Consolidated Schedule of Segment Disclosure**  
**For the year ended December, 31, 2017**

	2017 Budget (Unaudited)	General Government	Community Services	Corporate Services	Mayor and Council	Planning and Development	Subtotal
<b>Revenues</b>							
Property Taxation	\$ 27,006,000	\$ 27,085,170	\$ -	\$ -	\$ -	\$ -	\$ 27,085,170
User Fees, Licences and Permits, Sale of Goods, Levies, Fines and Penalties	22,265,720	405,289	2,248,013	783,567	1,474	728,998	4,167,341
Land Sales	4,898,500	-	-	-	-	1,403,000	1,403,000
Government Transfers	734,000	55,183	354,864	125,000	-	2,372	537,419
Other	1,090,000	1,342,827	-	-	-	94,394	1,437,221
<b>Total Revenues</b>	<b>55,994,220</b>	<b>28,888,469</b>	<b>2,602,877</b>	<b>908,567</b>	<b>1,474</b>	<b>2,228,764</b>	<b>34,630,151</b>
<b>Expenses</b>							
Amortization	13,010,000	710,489	1,979,554	-	-	-	2,690,043
Bad Debt	300,000	283,606	-	-	-	-	283,606
Bank Charges and Short-term Interest	196,300	173,117	-	-	-	45,435	218,552
Construction and Maintenance Supplies	813,400	-	-	-	-	-	-
Contracted and General Services	12,373,440	850,882	2,116,645	1,644,140	133,245	50,314	4,795,226
Loss (Gain) on Disposal of Tangible Capital Assets	-	181,850	-	-	-	(14,776)	167,074
Grants	468,000	-	465,550	-	-	8,974	474,524
Insurance	839,200	-	-	776,776	-	-	776,776
Interest on Long-term Debt	625,000	615,103	-	-	-	3,627	618,730
Land	1,210,700	-	-	-	-	719,502	719,502
Office and Administrative Supplies	599,400	48,029	57,390	150,322	79,937	5,201	340,879
Professional Services	200,700	75,797	-	129,391	935	-	206,123
Landfill Closure and Post-Closure	420,000	-	-	-	-	-	-
Salaries, Wages and Benefits	26,073,451	2,606,246	5,268,462	3,230,469	362,160	1,303,194	12,770,531
Transfers to Other Organizations	180,000	198,542	-	-	-	-	198,542
Utilities- Electricity	3,315,700	105,020	1,055,406	-	-	-	1,160,426
Utilities - Fuel	1,177,500	52,989	423,373	-	-	-	476,362
Vehicle Operations and Maintenance	829,600	-	77,408	3,280	-	1,570	82,258
<b>Total Expenses</b>	<b>62,632,391</b>	<b>5,901,670</b>	<b>11,443,788</b>	<b>5,934,378</b>	<b>576,277</b>	<b>2,123,041</b>	<b>25,979,154</b>
Annual Surplus (Deficit) before Other Contributed Tangible Capital Assets	(6,638,171)	22,986,799	(8,840,911)	(5,025,811)	(574,803)	105,723	8,650,997
Government Transfers Related to Capital Minor Capital	25,512,000	15,548,870	258,649	-	-	227,055	16,034,574
	4,651,719	403,230	194,582	235,070	-	38,640	871,522
<b>Annual Surplus (Deficit) after Other</b>	<b>\$ 14,222,110</b>	<b>\$ 38,132,439</b>	<b>\$ (8,776,844)</b>	<b>\$ (5,260,881)</b>	<b>\$ (574,803)</b>	<b>\$ 294,138</b>	<b>\$ 23,814,049</b>

**City of Yellowknife**  
**Consolidated Schedule of Segment Disclosure (CONTINUED)**  
**For the year ended December, 31, 2017**

	Subtotal Carried Forward	Public Safety	Public Works and Engineering	Solid Waste Facility	Water and Sewage	2017	2016
<b>Revenues</b>							
Property Taxation	\$ 27,085,170	\$ -	\$ -	\$ -	\$ -	\$ 27,085,170	\$ 26,085,847
User Fees, Licences and Permits Sale of Goods, Levies, Fines and Penalties	4,167,341	2,717,037	939,308	3,544,887	11,760,748	23,129,321	22,411,625
Land Sales	1,403,000	-	-	-	-	1,403,000	7,602,219
Government Transfers	537,419	-	-	3,816	281,000	822,235	632,414
Local Improvement Charges	-	-	-	-	-	-	-
Other	1,437,221	-	-	-	-	1,437,221	1,460,957
<b>Total Revenues</b>	<b>34,630,151</b>	<b>2,717,037</b>	<b>939,308</b>	<b>3,548,703</b>	<b>12,041,748</b>	<b>53,876,947</b>	<b>58,193,062</b>
<b>Expenses</b>							
Amortization	2,690,043	283,497	3,690,689	670,227	5,622,312	12,956,768	12,671,930
Bad Debt	283,606	-	-	-	-	283,606	127,764
Bank Charges and Short-term Interest	218,552	-	-	-	-	218,552	189,945
Construction and Maintenance Supplies	-	-	412,970	-	313,741	726,711	757,256
Contracted and General Services	4,795,226	350,543	3,252,856	712,994	2,837,317	11,948,936	10,607,885
Loss (Gain) on Disposal of Tangible Capital Assets	167,074	-	-	-	-	167,074	110,899
Grants	474,524	-	-	-	-	474,524	417,563
Insurance	776,776	-	-	-	-	776,776	804,516
Interest on Long-term Debt	618,730	-	-	-	-	618,730	671,825
Land	719,502	-	-	-	-	719,502	1,574,127
Office and Administrative Supplies	340,879	131,002	13,290	-	-	485,171	489,930
Professional Services	206,123	-	-	-	-	206,123	210,717
Landfill Closure and Post-Closure	-	-	-	348,877	-	348,877	595,999
Salaries, Wages and Benefits	12,770,531	6,292,703	3,138,784	920,643	2,129,026	25,251,687	24,709,991
Transfers to Other Organizations	198,542	-	-	-	-	198,542	176,769
Utilities- Electricity	1,160,426	65,376	53,415	63,294	1,476,473	2,818,984	2,795,631
Utilities - Fuel	476,362	43,159	58,220	35,132	427,122	1,039,995	853,842
Vehicle Operations and Maintenance	82,258	140,701	528,099	82,959	155,395	989,412	947,507
<b>Total Expenses</b>	<b>25,979,154</b>	<b>7,306,981</b>	<b>11,148,323</b>	<b>2,834,126</b>	<b>12,961,386</b>	<b>60,229,970</b>	<b>58,714,096</b>
Annual Surplus (Deficit) before Other Contributed Tangible Capital Assets	8,650,997	(4,589,944)	(10,209,015)	714,577	(919,638)	(6,353,023)	(521,034)
Government Transfers Related to Capital	16,034,574	31,145	71,913	-	8,157,210	24,294,842	15,703,997
Minor Capital	871,522	261,518	598,966	176,778	2,779,123	4,687,907	3,047,278
<b>Annual Surplus (Deficit) after Other</b>	<b>\$ 23,814,049</b>	<b>\$ (4,820,317)</b>	<b>\$ (10,736,068)</b>	<b>\$ 537,799</b>	<b>\$ 4,458,449</b>	<b>\$ 13,253,912</b>	<b>\$ 17,125,238</b>



**City of Yellowknife**  
**Consolidated Schedule of Government Transfers**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Government of Canada</b>			
Clean Water and Wastewater Agreement	\$ 9,647,000	\$ 8,155,707	\$ -
Gas Tax Agreement	5,272,000	5,272,500	5,272,500
Public Transit Infrastructure Agreement	160,000	73,416	-
Canadian Northern Economic Development Agency (CanNor)			
Destination Marketing Organization	280,000	307,920	-
Eco Housing	-	227,055	-
Frame Lake Trail	150,000	150,000	-
YK Smart Community Grant	-	-	10,000
Indigenous and Northern Affairs Canada			
Giant Mine Air Quality Monitoring Station	-	608	12,155
Canadian Heritage			
Canada Day Celebration	225,000	225,000	-
New Year's Eve Celebration	-	-	100,000
	<b>15,734,000</b>	<b>14,412,206</b>	<b>5,394,655</b>
<b>Government of the Northwest Territories</b>			
MACA Formula Funding	7,713,000	7,753,000	7,713,000
MACA Contribution Agreements			
Capital Grant	2,210,000	2,210,000	2,210,000
Property Assessment	125,000	125,000	125,000
Library Grant	105,000	125,000	105,000
Sports and Recreation Grant	80,000	108,648	51,352
Ground Ambulance and Highway Rescue	-	23,440	75,000
Water and Sewer Services	224,000	281,000	224,000
Community Capacity Building Fund	-	7,705	273,486
Industry, Tourism and Investment Agreements			
Economic Development Officer	50,000	50,000	50,000
Winter City Conference	-	4,737	-
	<b>10,507,000</b>	<b>10,688,530</b>	<b>10,826,838</b>
<b>Other Contribution Agreements</b>	<b>5,000</b>	<b>16,341</b>	<b>114,918</b>
	<b>\$ 26,246,000</b>	<b>\$ 25,117,077</b>	<b>\$ 16,336,411</b>

**City of Yellowknife**  
**Schedule of Revenue and Expenditures**  
**Gas Tax Agreement**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>	<b>2015 Actual</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Funding</b>						
Opening Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,952,020
Annual Gas Tax	5,272,000	<b>5,272,500</b>	5,272,500	4,519,000	6,454,311	2,583,786
Interest Earned	-	-	-	-	-	-
	<b>5,272,000</b>	<b>5,272,500</b>	5,272,500	4,519,000	6,454,311	9,535,806
<b>Eligible Expenditures</b>						
Centralized Biomass Boiler	1,075,000	<b>1,376,379</b>	-	-	-	-
Centralized Composting Program	700,000	-	-	-	507,000	-
Interior LED Lighting	110,000	-	-	-	-	-
Intersection Widening & New Traffic Light	-	<b>300,049</b>	-	-	-	-
Liftstation Back-up Power	-	-	-	-	-	49,400
New Landfill Cell Construction	-	<b>85,877</b>	1,773,000	-	-	-
New Piping for Pumphouses & Liftstations	-	-	-	-	10,087	-
Road and Sidewalk Rehabilitation	507,000	<b>776,389</b>	-	-	-	-
Water & Sewer Replacement	2,880,000	<b>2,733,806</b>	3,449,500	2,175,000	4,708,961	7,658,276
Water Treatment Plant	-	-	-	2,344,000	1,228,263	1,828,130
<b>Total Expenditure</b>	<b>5,272,000</b>	<b>5,272,500</b>	5,222,500	4,519,000	6,454,311	9,535,806
<b>Closing Balance - to Deferred Revenue</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Annual Gas Tax funding in 2013 and 2014 was based on funds received or receivable in those fiscal years. Deferred revenue was not recorded for funding that was not received for which there were no eligible expenditures.

**City of Yellowknife**  
**Schedule of Revenue and Expenditures**  
**Community Public Infrastructure**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>	<b>2015 Actual</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Funding</b>						
Opening Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Annual CPI	<b>2,210,000</b>	<b>2,210,000</b>	2,210,000	2,210,000	2,210,000	2,210,190
Interest Earned	-	-	-	-	-	-
	<b>2,210,000</b>	<b>2,210,000</b>	2,210,000	2,210,000	2,210,000	2,210,190
<b>Eligible Expenditures</b>						
Road and Sidewalk Rehabilitation	<b>2,210,000</b>	<b>2,210,000</b>	2,210,000	2,210,000	2,210,000	2,210,000
	<b>2,210,000</b>	<b>2,210,000</b>	2,210,000	2,210,000	2,210,000	2,210,000
<b>Closing Balance - to Deferred Revenue</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**City of Yellowknife**  
**Schedule of Revenue and Expenditures**  
**Clean Water and Wastewater Agreement**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Funding</b>			
CWWF Funding	\$ 9,647,000	\$ 8,155,707	\$ -
Formula Funding	967,000	776,000	-
User Fees	2,249,000	1,945,757	-
Interest Earned	-	-	-
<b>Total Funding</b>	<b>12,863,000</b>	<b>10,877,464</b>	<b>-</b>
<b>Eligible Expenditures</b>			
SCADA System Upgrades	500,000		
Construction Contract	-	10,620	-
Design Costs	-	48,457	-
Material and Supplies	-	65,013	-
	500,000	124,090	-
Sewage Lift Station #5 Rehabilitation	263,000		
Construction Contract	-	-	-
Design Costs	-	40,412	-
Material and Supplies	-	-	-
	263,000	40,412	-
Water and Sewer Replacement	12,100,000		
Construction Contract	-	8,010,595	-
Design Costs	-	853,903	129,061
Material and Supplies	-	1,719,403	-
	12,100,000	10,583,901	129,061
<b>Total Expenditures</b>	<b>12,863,000</b>	<b>10,748,403</b>	<b>129,061</b>
<b>Funding Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ 129,061</b>	<b>\$ (129,061)</b>

**City of Yellowknife**  
**Schedule of Revenue and Expenditures**  
**Public Transit Infrastructure Agreement**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Funding</b>			
PTIF Funding	\$ 160,000	\$ 73,416	\$ -
Formula Funding	53,000	24,472	-
<b>Total Funding</b>	<b>213,000</b>	<b>97,888</b>	<b>-</b>
<b>Eligible Expenditures</b>			
Transit Upgrades	213,000		
Construction Contract	-	97,888	-
Design Costs	-	-	-
Material and Supplies	-	-	-
<b>Total Expenditures</b>	<b>213,000</b>	<b>97,888</b>	<b>-</b>
<b>Funding Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**GENERAL FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
Property Taxation	\$ 27,006,000	\$ 30,233,684	\$ 28,474,545
Payments in Lieu of Taxes			
Government of Canada	-	1,796,206	1,780,521
Government of the Northwest Territories	-	4,083,715	3,854,013
Crown Corporation	-	171,780	170,091
Total Payment in Lieu of Taxes	-	6,051,701	5,804,625
Total Property Taxation	27,006,000	36,285,385	34,279,170
Less: School Taxes	-	(10,400,215)	(10,171,323)
Net Municipal Taxation	27,006,000	25,885,170	24,107,847
User Fees and Sale of Goods	4,590,450	4,969,743	4,822,583
Government Transfers	510,000	537,419	400,914
Investment Income	60,000	295,193	218,547
Fines, Penalties and Cost of Taxes	1,230,500	994,024	932,161
Development Levies, Licenses and Permits	1,435,000	1,145,528	2,097,260
Franchise Fees	1,000,000	1,047,634	1,023,681
<b>Total Revenues</b>	<b>35,831,950</b>	<b>34,874,711</b>	<b>33,602,993</b>
<b>Expenses</b>			
General Government	5,269,852	5,286,567	4,755,295
Community Services	11,650,901	11,443,788	10,821,865
Corporate Services	6,476,075	5,934,378	5,822,662
Mayor and Council	618,150	576,277	578,292
Planning and Development	1,538,500	1,369,255	1,457,037
Public Safety	7,710,009	7,306,981	7,179,455
Public Works and Engineering	10,580,604	11,148,323	10,459,800
<b>Total Operating Expenses</b>	<b>43,844,091</b>	<b>43,065,569</b>	<b>41,074,406</b>
<b>Net Expense</b>	<b>(8,012,141)</b>	<b>(8,190,858)</b>	<b>(7,471,413)</b>
<b>Interfund Transfers</b>			
From Water and Sewer Fund	1,183,100	1,183,000	1,154,000
From Solid Waste Fund	325,700	326,000	-
From Land Development Fund	183,900	184,000	179,000
From (To) Reserves	(214,000)	(258,015)	(381,333)
	1,478,700	1,434,985	951,667
<b>Decrease in Fund Balance</b>			
<b>Before Reallocation of Expenses Related to</b>			
<b>Investment in Tangible Capital Assets</b>	(6,533,441)	(6,755,873)	(6,519,746)
<b>Reallocation of Expenses Related to Investment in Tangible</b>			
<b>    Capital Assets</b>	6,534,000	6,881,814	6,852,005
<b>Increase in Fund Balance</b>	559	125,941	332,259
<b>Opening Fund Balance</b>	5,315,578	5,315,578	4,983,319
<b>Closing Fund Balance</b>	<b>\$ 5,316,137</b>	<b>\$ 5,441,519</b>	<b>\$ 5,315,578</b>

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**LAND DEVELOPMENT FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
User Fees and Sale of Goods	\$ 340,000	\$ 243,076	\$ 229,081
Land Sales	4,898,500	1,403,000	7,602,219
Investment Income	30,000	94,394	218,729
<b>Total Revenues</b>	<b>5,268,500</b>	<b>1,740,470</b>	<b>8,050,029</b>
<b>Expenses</b>			
Land Development	1,210,700	753,788	1,591,018
<b>Total Expenditures</b>	<b>1,210,700</b>	<b>753,788</b>	<b>1,591,018</b>
<b>Net Revenue</b>	<b>4,057,800</b>	<b>986,682</b>	<b>6,459,011</b>
<b>Interfund Transfer</b>			
To Capital Fund	(3,650,000)	(3,859,649)	(2,518,827)
To General Fund	(183,900)	(184,000)	(179,000)
To Reserves	(1,544,600)	(436,666)	(1,959,962)
	<b>(5,378,500)</b>	<b>(4,480,315)</b>	<b>(4,657,789)</b>
<b>Increase (Decrease) in Fund Balance Before Reallocation of Expenses Related to Investment in Tangible Capital Assets</b>	<b>(1,320,700)</b>	<b>(3,493,633)</b>	<b>1,801,222</b>
<b>Reallocation of Expenses Related to Investment in Tangible Capital Assets</b>	<b>-</b>	<b>6,174</b>	<b>61,114</b>
<b>Increase (decrease) in Fund Balance</b>	<b>(1,320,700)</b>	<b>(3,487,459)</b>	<b>1,862,336</b>
<b>Opening Fund Balance</b>	<b>4,453,124</b>	<b>4,453,124</b>	<b>2,590,788</b>
<b>Closing Fund Balance</b>	<b>\$ 3,132,424</b>	<b>\$ 965,665</b>	<b>\$ 4,453,124</b>

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**SOLID WASTE MANAGEMENT FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
User Fees and Sale of Goods	\$ 3,130,200	\$ 3,544,887	\$ 2,839,028
Government Transfers	-	3,816	7,500
<b>Total Revenues</b>	<b>3,130,200</b>	<b>3,548,703</b>	<b>2,846,528</b>
<b>Expenses</b>			
Environmental and Public Health Services	3,090,200	2,485,249	2,654,945
Landfill Closure and Post-Closure Expense	420,000	348,877	595,999
<b>Total Expenses</b>	<b>3,510,200</b>	<b>2,834,126</b>	<b>3,250,944</b>
<b>Net Revenue (Expense)</b>	<b>(380,000)</b>	<b>714,577</b>	<b>(404,416)</b>
<b>Interfund Transfer</b>			
From (To) General Fund	(325,700)	(326,000)	-
From (To) Capital Fund	-	661,330	-
<b>Decrease in Fund Balance Before Reallocation of Amortization of Investment in Tangible Capital Assets</b>	<b>(705,700)</b>	<b>1,049,907</b>	<b>(404,416)</b>
<b>Reallocation of Amortization</b>	<b>1,051,000</b>	<b>670,227</b>	<b>658,387</b>
<b>Increase (decrease) in Fund Balance</b>	<b>345,300</b>	<b>1,720,134</b>	<b>253,971</b>
<b>Opening Fund Balance</b>	<b>(16,375,666)</b>	<b>(16,375,666)</b>	<b>(16,629,637)</b>
<b>Closing Fund Balance</b>	<b>\$ (16,030,366)</b>	<b>\$ (14,655,532)</b>	<b>\$ (16,375,666)</b>



**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**WATER AND SEWER FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
User Fees and Sale of Goods	\$ 7,641,970	\$ <b>7,835,471</b>	\$ 7,333,368
Fines and Penalties	80,000	<b>81,786</b>	78,057
Government Transfers	224,000	<b>281,000</b>	224,000
<b>Total Revenues</b>	<u>7,945,970</u>	<u><b>8,198,257</b></u>	<u>7,635,425</u>
<b>Expenses</b>			
Water and Sewage	12,202,800	<b>12,094,715</b>	11,477,782
<b>Total Expenses</b>	<u>12,202,800</u>	<u><b>12,094,715</b></u>	<u>11,477,782</u>
<b>Net Expense</b>	(4,256,830)	<b>(3,896,458)</b>	(3,842,357)
<b>Interfund Transfer</b>			
To General Fund	(1,183,100)	<b>(1,183,000)</b>	(1,154,000)
<b>Decrease in Fund Balance Before Reallocation of Expenses Related to Investment in Tangible Capital Assets</b>	<u>(5,439,930)</u>	<u><b>(5,079,458)</b></u>	<u>(4,996,357)</u>
<b>Reallocation of Amortization</b>	5,425,000	<b>5,622,312</b>	5,337,721
<b>Increase (Decrease) in Fund Balance</b>	<u>(14,930)</u>	<u><b>542,854</b></u>	<u>341,364</u>
<b>Opening Fund Balance</b>	(793,471)	<b>(793,471)</b>	(1,134,835)
<b>Closing Fund Balance</b>	<u>\$ (808,401)</u>	<u><b>\$ (250,617)</b></u>	<u>\$ (793,471)</u>

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**CAPITAL FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenue</b>			
Property Taxation	\$ -	\$ 1,200,000	\$ 1,978,000
Government Transfers	25,512,000	24,294,842	15,703,997
User Fees and Sales of Goods	2,578,000	3,063,264	2,827,935
<b>Total Revenues</b>	<b>28,090,000</b>	<b>28,558,106</b>	20,509,932
<b>Expenditures</b>			
General Government	965,000	1,018,333	703,318
Corporate Services	648,380	409,357	601,800
Public Safety	569,000	261,518	636,874
Public Works and Engineering	7,708,213	6,731,543	5,088,380
Planning and Development	3,975,000	4,101,253	2,871,549
Community Services	757,760	857,218	192,540
Solid Waste Facility	1,085,610	262,655	3,807,693
Water and Sewage	15,917,500	15,164,831	9,925,708
<b>Total Expenditures</b>	<b>31,626,463</b>	<b>28,806,708</b>	23,827,862
<b>Net Revenue (Expenditures) before Other</b>	<b>(3,536,463)</b>	<b>(248,602)</b>	(3,317,930)
<b>Contributed Tangible Capital Assets</b>	-	-	4,989,553
<b>Net Revenue (Expenditures) after Other</b>	<b>(3,536,463)</b>	<b>(248,602)</b>	1,671,623
<b>Interfund Transfers</b>			
(To) From Information Technology Reserve	(102,000)	(312,033)	36,177
(To) From Land Fund	3,650,000	3,859,649	2,518,827
(To) From Major Community Facility Reserve	-	-	-
(To) From Mobile Equipment Replacement Reserve	1,090,000	1,413,454	(161,821)
(To) From Twin Pine Hill Trail Reserve	-	78,491	-
(To) From Downtown Development Reserve	75,000	2,374	37,807
(To) From Revitalization Reserve	-	-	7,501
(To) From Solid Waste Fund	-	(661,330)	-
	4,713,000	4,380,605	2,438,491
	1,176,537	4,132,003	4,110,114
Less: Debt Repayment	(1,507,000)	(1,507,074)	(1,460,057)
<b>Increase (Decrease) in Fund Balance</b>	<b>(330,463)</b>	<b>2,624,929</b>	2,650,057
<b>Opening Fund Balance</b>	<b>8,617,934</b>	<b>8,617,934</b>	5,967,877
<b>Closing Fund Balance</b>	<b>\$ 8,287,471</b>	<b>\$ 11,242,863</b>	\$ 8,617,934

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**SERVICE CONNECTION FAILURE ASSISTANCE FUND**  
**For the year ended December, 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
User Fees and Sale of Goods	\$ 1,239,600	\$ <b>1,251,542</b>	\$ 1,252,152
<b>Total Revenues</b>	<b>1,239,600</b>	<b>1,251,542</b>	1,252,152
<b>Expenses</b>			
Water and Sewage	1,239,600	<b>866,671</b>	660,299
<b>Total Expenditures</b>	<b>1,239,600</b>	<b>866,671</b>	660,299
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>384,871</b>	591,853
<b>Opening Fund Balance</b>	665,502	<b>665,502</b>	73,649
<b>Closing Fund Balance</b>	<b>\$ 665,502</b>	<b>\$ 1,050,373</b>	\$ 665,502

**City of Yellowknife**  
**Schedule of Fund Activities and Change in Fund Balance**  
**RESERVES**  
**For the year ended December 31, 2017**

	<b>2017 Budget (Unaudited)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Net Interfund Transfers</b>			
(To) From General Fund			
Community Grant Reserve	-	<b>2,450</b>	-
Downtown Development Reserve	\$ 144,000	\$ <b>148,632</b>	\$ 58,167
Heritage Reserve	-	<b>17,072</b>	(24,061)
Major Community Facility Reserve	70,000	<b>85,861</b>	88,264
Samuel Colley Library Donation	-	<b>2,486</b>	2,025
Twin Pine Hill Trail Reserve	-	<b>1,514</b>	256,938
	<u>214,000</u>	<u><b>258,015</b></u>	<u>381,333</u>
(To) From Land Fund			
Downtown Development Reserve	-	<b>10,456</b>	-
Revitalization Initiative Reserve	1,544,600	<b>426,210</b>	1,959,962
	<u>1,544,600</u>	<u><b>436,666</b></u>	<u>1,959,962</u>
(To) From Capital Fund			
Downtown Development Reserve	-	<b>(2,374)</b>	(37,807)
Information Technology Reserve	102,000	<b>312,033</b>	(36,177)
Major Community Facility Reserve	-	-	-
Mobile Equipment Replacement Reserve	(1,090,000)	<b>(1,413,454)</b>	161,821
Revitalization Initiative Reserve	-	-	(7,500)
Twin Pine Hill Trail Reserve	-	<b>(78,491)</b>	-
	<u>(988,000)</u>	<u><b>(1,182,286)</b></u>	<u>80,337</u>
<b>Increase (Decrease) in Reserves</b>	<u>770,600</u>	<u><b>(487,605)</b></u>	<u>2,421,632</u>
<b>Opening Reserves Balance</b>	<u>9,929,042</u>	<u><b>9,929,042</b></u>	<u>7,507,410</u>
<b>Closing Reserves Balance</b>	<u><u>10,699,642</u></u>	<u><u><b>9,441,437</b></u></u>	<u><u>9,929,042</u></u>
<b>Reserve Balances</b>			
Community Grant Reserve	-	<b>2,450</b>	-
Downtown Development Reserve	657,000	<b>749,518</b>	592,804
Heritage Reserve	144,000	<b>155,750</b>	138,678
Information Technology Reserve	852,000	<b>1,167,051</b>	855,018
Major Community Facility Reserve	2,932,000	<b>2,976,625</b>	2,890,764
Mobile Equipment Replacement Reserve	444,000	<b>1,606,411</b>	3,019,865
Revitalization Initiative Reserve	3,658,000	<b>2,378,672</b>	1,952,462
Samuel Colley Library Donation Reserve	212,000	<b>216,154</b>	213,668
Twin Pine Hill Trail Reserve	260,000	<b>188,806</b>	265,783
Waterfront Development Reserve	-	-	-
	<u>\$ 9,159,000</u>	<u>\$ <b>9,441,437</b></u>	<u>\$ 9,929,042</u>

**City of Yellowknife**  
**Schedule of Salaries, Honoraria and Travel**  
**For the year ended December, 31, 2017**

<b>Position</b>	<b>Salary</b>	<b>Honoraria</b>	<b>Travel</b>	<b>Total</b>
Mayor	\$ 130,232	\$ -	\$ 9,891	\$ 140,123
Deputy Mayor	29,428	-	-	29,428
Councillor	27,373	-	-	27,373
Councillor	27,373	1,560	3,306	32,239
Councillor	26,151	-	-	26,151
Councillor	27,373	1,040	2,254	30,667
Councillor	27,373	-	-	27,373
Councillor	27,373	-	-	27,373
Councillor	27,373	-	-	27,373
	\$ 350,049	\$ 2,600	\$ 15,451	\$ 368,100



Photo: Bob Wilson, City of Yellowknife

# Our yellowknife

For some, it's the supernaturally long summer nights. For others, it's the dancing skies of winter. For one, it's a place of solitude, far from the rest of the world. For another, it's a bustling city filled with people from around the globe. For all of us, it's Yellowknife. *Our Yellowknife.*



CITY OF  
YELLOWKNIFE

[yellowknife.ca](http://yellowknife.ca)



Yellowknife boasts the finest facilities for conference and meetings in the North. Well-equipped venues host over 700 delegates while nearby fishing resorts cater to smaller executive groups. Travel to Yellowknife is smooth with four airlines giving easy connections from anywhere in the world.