

SECOND QUARTER FINANCIAL REPORT

For the period ended June 30, 2023

INTRODUCTION

Quarterly financial reporting is prepared by the Resort Municipality of Whistler (RMOW) as a means of providing the community and Council with a regular overview of financial information.

This report includes three sections.

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| 1 Revenue & Expenditures | presents a review of consolidated revenues for the organization by category, and breakdown of both revenues expenditures by operating department. (pp 2-6) |
| 2 Project Expenditure | discusses project spending, both in aggregate and at the individual project level. (pp 7-13) |
| 3 Investments | reviews the RMOW's investment portfolio and associated income for the period. (p 14) |

All financial information is based on preliminary, unaudited information reported from the municipal financial system as of the report date. All revenue & expenditure amounts are presented on a non-consolidated basis which may give rise to some variations from amounts included in the actual Five-Year Financial Plan Bylaw. Non-consolidated means that subsidiary companies of the municipality (Whistler Housing Authority for example) are not included and interdepartmental sales and purchases have not been removed. Department results and project expenditures are supplementary information and provide additional detail for readers. Quarterly financial reporting follows the fiscal year of the municipality which is January 1 through December 31.

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REVENUE AND EXPENDITURES OVERVIEW

Note: A change has been made to the quarterly report beginning in 1Q23, in which quarterly (not annual) budget figures now appear alongside corresponding quarterly results. RMOW believes that this new approach provides better visibility into results throughout the year. Because the quarterly budgeting approach is new this year, prior-year budgets are not available in a comparable form. Also worth noting is the presentation of 2019 actual expenditure figures alongside current (2023) and prior-year (2022) numbers. This choice has been made in order to provide a picture of how the financial results compare to pre-pandemic operations.

Also worth noting is that the new RMOW reporting structure is now in place. The manner of presentation for the financial results now reflects this new structure.

General Revenue

Revenue ended the first half of 2023 at 110 per cent and divisional operating expenditures at 101 per cent of budgeted amounts. Excluding the one-time Growing Communities Fund grant received in 1Q, revenues ended the first half at 104 per cent of budgeted amounts. Operating budget amounts were amended once in 2023. The figures presented here reflect as-amended amounts.

The pace of growth (both YOY and relative to 2019) in MRDT revenues slowed in June, but remained at healthy levels for the first six months of the year: up +31.1% relative to 2019 and +32.6% relative to 2022. Bookings data suggests that while the absolute level of MRDT in \$ may *rise more slowly* going forward, and the year-over-year % change will become smaller, nothing alarming is happening in the tourism economy at this time and ongoing moderate growth in MRDT revenues can fairly be expected. The year remains on track to exceed budgeted amounts. The RMOW's full share of MRDT OAP will be contributed to Employee Housing efforts this year, via direct contributions to fund Whistler 2020 Development Corp operating costs and via transfers to the Employee Housing reserve. RMI amounts have been announced but not yet received and also reflect a strong recent tourist recovery in Whistler, relative to other BC resort communities. RMI revenues are dedicated to tourist-facing services like horticulture (plants and flowers) and snowclearing in the Village, as well as capital projects like Rainbow Park rejuvenation. These initiatives are established in co-operation with Provincial oversight bodies, sometimes years in advance.

Investment revenue in 1H was roughly in-line with the budget, and the outlook for 2H much improved from the same time last year, given the sharp increase in prevailing interest rates.

Divisional Operating Revenue

With ongoing RMOW operations, day skier parking revenues posted a strong first half, up +25.7% compared to 2022 and +64.5% compared to 2019 levels. Net revenues from day skier parking have (since 2020) been providing essential support to local transit operations, with planned contributions for 2023 of \$1.2 million.

Transit ridership continues to recover from the effects of the lengthy 2022 strike and transit fares for the first half were -26.1% below 2019 levels, a very modest improvement from 1H levels. As ridership slowly recovers, Transit is also facing escalating costs, due both to general cost inflation and gradual service level expansion. The Local Transit Fund (held and administered by BC Transit on RMOW's behalf) reserve has been buffering these costs elements for the last three years is expected to be exhausted by 2025 or 2026. At that point the full cost of Transit service in our community will once again fall to RMOW sources to fund.

Meadow Park Sports Centre (MPSC) was quite busy in 1H23, with passes and admissions sales up +48.4% versus 1Q22 and +12.5% versus 1Q19. Programs are slowly returning to normal volumes, but remain challenged by the lifeguard shortage, which affects swim lesson offerings. Recreation programs (Kids on the Go etc.) generated revenue in the first half that were up +29.4% compared to 1H22 but -10.3% below levels from 1H19. The availability of staff to lead these programs is again proving challenging to service delivery.

The Building department was also very busy in the first half, generating revenues that were +47.5% ahead of 1H22 levels and much higher than 2019. Included in 1H amounts are a number of individual high-value permits, which tend to be very intermittent through the years. The demand for building permits currently well outstrips the capacity of existing Building Department staff, and further increases in output are going to require an increase in staffing levels.

Divisional Operating Expenditures

Expenditures for most operating departments recorded expenditures within +/- 5% of budgeted amounts in the first half of the year. Exceptions include Water and Sewer operations, where staffing (and therefore payroll) remains well below planned levels, and one-time annual charges including the Administrative Fee slated to fall outside of this reporting period.

There are some revenue-generating departments where expenditures follow volumes. In these cases, where the revenue amounts exceed budgets, recorded expenditures in certain categories will also exceed budget, with a net resulting benefit to the organization. Bylaw is one example, parking fees for 1H23 exceeded budgeted amounts and were accompanied by higher-than-budgeted expenses for associated processing and banking fees.

Village Events & Animation expenditures in 1H were higher than expected in the budget; this relates to the timing of some large invoices supporting the summer Concert Series. Similarly, Legislative Services expenditures were affected by the timing of the annual insurance renewal, and Information Technology by the timing of payments for software license renewals. These variances against budget are expected to normalize as the year goes on. Parks Planning expenditures were affected primarily by payroll amounts, as that department was called upon to act frequently in senior roles on behalf of other departments, through the summer holiday period.

REVENUE AND EXPENDITURES TABLE

Resort Municipality of Whistler

Summary of Operational Results

For the six months ended June 30 (Unaudited)

	1H 2023 Budget amended	1H 2023 Actual	% of Budget	1H 2022 Actual	Change YOY	Change v 2019	1H 2019 Actual
Revenues							
Property Tax	56,895,525	57,181,336	101%	52,891,293	8%	20%	47,661,221
User Fees	11,304,853	12,715,189	112%	11,918,343	7%	18%	10,785,447
Programs & Admissions	1,143,461	1,332,139	117%	1,077,921	24%	6%	1,260,027
Permits and Fees	3,542,768	4,902,196	138%	3,435,515	43%	93%	2,537,167
Grants Revenue	690,727	6,097,328		1,018,810			1,059,294
Transit Fares, Leases and Rent	1,670,245	1,872,476	112%	855,492	119%	-12%	2,127,414
Works and Service Revenue	352,500	637,817	181%	369,135	73%	232%	191,866
RMI and MRDT	8,225,868	7,215,198	88%	5,128,916	41%	21%	5,953,855
Investment Revenue	1,624,309	1,610,152	99%	557,818	189%	-18%	1,954,572
Other Revenue	1,422,373	1,738,547	122%	1,180,275	47%	51%	1,150,094
	86,872,628	95,302,379	110%	78,433,518	22%	28%	74,680,957
Divisional Operating Expenditures							
Mayor and Council	329,565	336,804	102%	251,292	34%	44%	234,429
CAO Office	950,195	994,960	105%	1,072,861	-7%	16%	857,478
Community Engagement and Cultural Services	7,159,940	7,890,702	110%	5,698,742	38%	34%	5,880,099
Climate Action, Planning and Development	9,366,542	9,304,320	99%	6,902,985	35%	16%	8,046,487
Infrastructure Services	12,272,624	11,395,980	93%	10,973,710	4%	16%	9,844,037
Corporate Services & Public Safety	10,562,180	11,024,074	104%	10,584,847	4%	26%	8,767,614
	40,641,045	40,946,840	101%	35,484,437	15%	22%	33,630,145
Corporate Expenditures							
External Partner Contributions	6,358,135	3,267,724		3,286,375			2,709,754
Long Term Debt	713,056	102,452		102,452			102,452
Debt Interest	315,300	315,698		317,298			340,472
Other General Corporate Expenditures	513,590	347,456		62,216			243,836

Resort Municipality Of Whistler
 Comparative Summary of Department Operations: REVENUES
 For the six months ended June 30 (unaudited)

	Budget 1H 2023	Actual 1H 2023	% of Budget	Actual 1H 2022	Change YOY	Change v 2019	Actual 1H 2019
Mayor & Council	-	-		(213)			(4,405)
Mayor and Council Total	-	-		(213)			(4,405)
Administrator	-	-		-			-
Human Resources	-	-		-			0
CAO Office Total	-	-		-			0
Communications	-	-		-			-
CECS Division Admin	-	-		-			-
Village Events and Animation	(55,000)	(33,533)	61%	(39,732)	-15.6%		(3,473,786)
Whistler Public Library	(78,997)	(114,547)	145%	(43,566)	162.9%	4.5%	(109,575)
Recreation	(824,467)	(850,451)	103%	(828,612)	2.6%	-5.8%	(902,479)
Meadow Park Sports Centre	(882,780)	(1,084,995)	123%	(819,822)	32.3%	5.0%	(1,032,843)
Community Engagement & Cultural Svcs	(1,841,244)	(2,083,526) [▼]	113%	(1,731,731)	20.3%	-62.2%	(5,518,684)
CAPD Division Admin	-	-		-			(40,000)
Parks Planning	(2,500)	(6,866)		(1,668)			601
Resort Operations	(398,056)	(479,514)	120%	(409,900)	17.0%	-82.2%	(2,686,993)
Climate & Environment	(625)	(349)		(3,455)			(36,263)
Planning	(257,343)	(274,080)	107%	(138,421)	98.0%	243.1%	(79,878)
Transportation Planning	(1,046,400)	(1,447,436)	138%	(269,812)	436.5%	-47.0%	(2,729,659)
Building Department Services	(840,311)	(1,410,613)	168%	(720,234)	95.9%	204.8%	(462,872)
Climate Action, Planning & Development	(2,545,236)	(3,618,859) [▼]	142%	(1,543,489)	134.5%	-40.0%	(6,035,064)
Facilities	(203,001)	(101,225)	50%	(172,247)	-41.2%	-37.7%	(162,516)
IS Division Admin	-	-		-			-
Engineering Services	(6,750)	(9,757)		(4,818)			(4,130)
Roads and Drainage	(2,500)	(11)		(20)			(1,726)
Central Services	(1,651,597)	(815,468)	49%	(1,584,970)	-48.5%	-38.7%	(1,331,271)
Solid Waste	(4,345,541)	(5,600,267)	129%	(5,207,664)	7.5%	27.4%	(4,395,673)
Water Fund	(7,760,515)	(7,885,163)	102%	(7,570,853)	4.2%	11.3%	(7,085,752)
Sewer Fund	(9,040,200)	(8,800,906)	97%	(8,292,380)	6.1%	12.9%	(7,797,414)
Infrastructure Services Total	(23,010,105)	(23,212,798) [▼]	101%	(22,832,952)	1.7%	11.7%	(20,778,481)
Finance	(59,850)	(82,410)	138%	(71,166)	15.8%	35.1%	(61,005)
Legislative Services	(5,750)	(10,526)	183%	(9,017)	16.7%		(712)
Information Technology	(32,400)	(31,500)	97%	(33,300)	-5.4%	-5.4%	(33,300)
Protective Services	(2,793,766)	(3,492,600)	125%	(2,794,609)	25.0%	44.7%	(2,413,590)
RCMP	(245,500)	(233,297)	95%	(292,076)	-20.1%	-26.0%	(315,157)
Fire Rescue Service	(185,250)	(192,571)	104%	(38,649)			(51,515)
CSPS Division Admin	-	-		-			-
Corporate Services & Public Safety Total	(3,322,516)	(4,042,904) [▼]	122%	(3,238,818)	24.8%	40.6%	(2,875,278)
General Fund	(53,625,374)	(64,717,138)	121%	(47,590,560)	36.0%	41.1%	(45,855,026)
Corporate Accounts Total	(53,625,374)	(64,717,138) [▼]	121%	(47,590,560)			(45,855,026)

Resort Municipality Of Whistler
Comparative Summary of Department Operations: EXPENDITURES
For the six months ended June 30 (unaudited)

	Budget 1H 2023	Actual 1H 2023	% of Budget	Actual 1H 2022	Change YOY	Change v 2019	Actual 1H 2019
Mayor & Council	329,565	336,804	102%	251,292	34.0%	43.7%	234,429
Mayor and Council Total	329,565	336,804	102%	251,292	34.0%	43.7%	234,429
Administrator	344,991	430,853	125%	502,931	-14.3%	21.0%	356,193
Human Resources	596,412	563,823	95%	569,930	-1.1%	12.5%	501,285
CAO Office Total	941,403	994,676	106%	1,072,861	-7.3%	16.0%	857,478
Communications	375,119	334,353	89%	327,097	2.2%	23.5%	270,708
CECS Division Admin	737,921	900,429	122%	719,728	25.1%	35.5%	664,742
Village Events and Animation	1,833,856	2,289,810	125%	1,221,305	87.5%	45.4%	1,574,756
Whistler Public Library	723,619	774,947	107%	725,905	6.8%	14.2%	678,539
Recreation	1,380,957	1,379,719	100%	1,201,853	14.8%	9.1%	1,264,495
Meadow Park Sports Centre	2,043,810	2,211,444	108%	2,135,390	3.6%	10.0%	2,011,135
Community Engagement & Cultural Svcs	7,095,281	7,890,702	111%	6,331,278	24.6%	22.1%	6,464,375
CAPD Division Admin	179,029	173,045	97%	169,394	2.2%	-6.6%	185,244
Parks Planning	317,335	361,103	114%	339,942	6.2%	150.3%	144,263
Resort Operations	3,038,901	3,153,224	104%	2,591,718	21.7%	27.2%	2,479,858
Climate & Environment	381,950	345,270	90%	308,821	11.8%	72.7%	199,952
Planning	1,186,900	1,075,170	91%	1,091,463	-1.5%	35.7%	792,174
Transportation Planning	3,419,140	3,460,090	101%	1,659,090	108.6%	-6.4%	3,697,326
Building Department Services	774,214	736,418	95%	742,559	-0.8%	34.5%	547,671
Climate Action, Planning & Development	9,297,470	9,304,320	100%	6,902,985	34.8%	15.6%	8,046,487
Facilities	1,396,533	1,367,340	98%	1,183,942	15.5%	28.5%	1,064,285
IS Division Admin	335,674	317,810	95%	177,930	78.6%	116.4%	146,836
Engineering Services	283,598	293,705	104%	288,415	1.8%	-6.9%	315,521
Roads and Drainage	1,400,373	1,354,951	97%	1,324,478	2.3%	15.3%	1,175,555
Central Services	1,536,646	1,403,479	91%	1,419,838	-1.2%	5.6%	1,328,707
Solid Waste	3,180,300	3,012,640	95%	3,061,882	-1.6%	9.0%	2,763,553
Water Fund	1,682,901	1,673,888	99%	1,306,908	28.1%	35.0%	1,240,143
Sewer Fund	3,198,669	2,858,168	89%	2,514,816	13.7%	-13.3%	3,295,313
Infrastructure Services Total	13,014,694	12,281,980	94%	11,278,210	8.9%	8.4%	11,329,912
Finance	805,294	884,101	110%	819,977	7.8%	29.9%	680,584
Legislative Services	1,191,746	1,307,807	110%	1,134,963	15.2%	11.5%	1,172,771
Information Technology	1,258,486	1,516,054	120%	1,339,920	13.1%	55.4%	975,680
Protective Services	1,828,647	1,970,513	108%	1,900,846	3.7%	53.1%	1,287,013
RCMP	2,577,361	1,397,823	54%	2,614,542	-46.5%	-35.6%	2,171,764
Fire Rescue Service	2,659,202	2,732,992	103%	2,646,229	3.3%	16.7%	2,341,757
CSPS Division Admin	167,798	172,168	103%	128,369	34.1%	24.7%	138,044
Corporate Services & Public Safety Total	10,488,533	9,981,459	95%	10,584,847	-5.7%	13.8%	8,767,614
General Fund	4,246,647	3,616,570	85%	2,720,130			2,382,169
Corporate Accounts Total	4,246,647	3,616,570	85%	2,720,130			2,382,169

PROJECTS

Note: Changes to budgets for individual projects may happen throughout the year. Sometimes this happens as part of a Financial Plan Bylaw amendment, and sometimes when budget is shifted between similar projects without affecting the overall size of the Division's planned spending or planned spending from a specific reserve. Individual projects whose current budgets differ from those captured in the original Financial Plan Bylaw are shown in italics.

Projects aim to deliver specific unique and non-recurring outcomes (often, but not always capital in nature) to the community. Because these works can be significant in size, particularly in aggregate, they are funded from municipal reserves. Each year, projects and the planned spending associated with each are presented for consideration with the Budget Guidelines. Individual project budgets may be revised throughout the year and when necessary, changes to Divisional project budget allocations may be made via amendments to the Five-Year Financial Plan.

In the first half of 2023, \$6.7 million was spent on municipal projects, or 16.1% of total budgeted amounts of \$41.6 million. This compares to average 1H project spending numbers for the last five years of 17.3%.

Three multi-million dollar projects including the Public Safety Building (including the Annex trailer), Rainbow Park, and the South Whistler Water supply project, representing \$9.2 million worth of work in 2023 (\$8.2 million net after grants), were just getting started in first half, with 5.9% of their combined budgets spent. As in every year, significant amounts of work can be expected to proceed in 2Q and especially 3Q this year, with invoices tending to arrive in 2H.

Good progress was made on projects that don't require favourable weather, including IT infrastructure renewal and Library projects. Library projects also benefitted in the first half of the year from the receipt of a provincial enhancement grant. Important to note that project budget expenditures noted in the following tables are net of grant funding. For this reason, numbers related to projects that benefit from grant funding can seem unusual. Spending may appear to be in excess of planned budget (where grant funding is received after work is completed) or the total spending amount may at times be negative (where grant funding is received before work is completed).

Summary of Project Expenditures

For the six months ended June 30, 2023 (unaudited)

	2023 Budget	1H23 Expenditures	% of Budget
CAO Office			
Administrator			
A080 EPI Initiatives	40,000	781	2%
A083 Strategic Planning Committee	60,000	-	
A089 CAO Initiatives	50,000	38,368	77%
H015 Cultural Awareness	15,000	-	
Dept Total: Administrator	165,000	39,149	
Human Resources			
H002 Collective Bargaining	40,000	-	
H013 HR Initiatives	51,000	-	
Dept Total: Human Resources	91,000	-	
Division Total: CAO Office	256,000	39,149	15.3%
Climate Action, Planning and Development			
CAPD Division Admin			
A072 Geopark	199,000	16,681	8%
A074 Interpretive Panels	157,027	29,204	19%
C012 Conference Centre Annual Building Reinvestment	150,000	-	
X079 Seismic and emergency power review	85,000	259	0%
Dept Total: CAPD Division Admin	591,027	46,144	
Parks Planning			
B010 Parks	318,000	44,714	14%
P005 Village Enhancement	147,000	39,661	27%
P053 Park Master Planning	30,000	-	
P081 Recreational Trail Maps Upgrade and Web Maps	50,000	4,544	9%
P086 Park Use Bylaw Update and E-Device Policy Adoption	20,000	-	
<i>P091 Data Collection and Monitoring</i>	88,975	73,303	82%
P093 Disc Golf Feasibility Study	178,000	9,611	5%
P098 Cemetery	300,000	33,428	11%
P109 Railway Crossings Safety Improvements	85,000	15,823	19%
P110 RTS Trails Master Plan	50,000	183	0%
P113 Public Art Repair	20,000	-	
P115 Alpha Lake Projects	233,000	28,869	12%
P116 Millar Creek Lands Acquisition	180,000	-	
X116 Meadow Park Rejuvenation	352,392	30,513	9%
X117 Valley Trail Access and Safety Improvements	434,543	2,635	1%
X121 Recreational Trails and Trailheads	244,007	145,994	60%
X145 Rainbow Park Rejuvenation	4,107,354	170,437	4%
X156 Alta Vista Valley Trail & Lighting	40,382	40,364	100%
X157 Conference Centre Landscape Improvements	150,000	-	
X179 Recreation Trail Bridge Replacements	316,000	5,876	2%
Dept Total: Parks Planning	7,344,653	645,955	

Summary of Project Expenditures

For the six months ended June 30, 2023 (unaudited)

	2023 Budget	1H23 Expenditures	% of Budget
Resort Operations			
P101 Parks Accessibility	24,245	-	
T021 Valley Trail Reconstruction	150,000	15,184	10%
X008 Recreation Trail Program	81,500	775	1%
X012 Park Operations General Improvement	225,000	73,576	33%
X084 Tennis Court Reconstruction	20,000	-	
X086 Park and Trail Asbuilt Surveys	19,914	4,516	23%
X130 <i>Park Washroom Rejuvenation</i>	125,000	-	
X140 CECAP Trail Hardening	34,604	2,402	7%
X152 Village Stroll Tree Strategy	80,000	-	
X154 Three Stream Waste Diversion	40,000	20,971	52%
X168 <i>Lost Lake Snowmaking</i>	85,000	662,591	
Dept Total: Resort Operations	885,263	780,015	
Climate & Environment			
P079 Energy & Climate Program	30,500	35,969	118%
P084 <i>Western Toad Infrastructure</i>	92,000	-	
P100 EV Chargers	186,395	620	0%
P102 <i>River of Golden Dreams Improvements</i>	255,245	8,136	3%
P106 Priority Habitat Management Strategy	35,000	8,513	24%
P114 Municipal Natural Assets Management	25,000	500	2%
S018 <i>Community Wildfire Protection</i>	348,971	139,698	40%
Dept Total: Climate & Environment	973,111	193,436	
Planning			
P064 Planning Initiatives	160,000	13,358	8%
Dept Total: Planning	160,000	13,358	
Transportation Planning			
T055 Bus Stop Upgrades	95,000	449	0%
Dept Total: Transportation Planning	95,000	449	
Building Department Services			
P085 Building Department Process Upgrades	495,000	176,711	36%
Dept Total: Building Department Services	495,000	176,711	
Division Total: Climate Action, Planning and Development	10,544,054	1,856,068	17.6%
Community Engagement and Cultural Services			
CECS Division Admin			
A088 <i>Cultural Initiatives</i>	65,000	-	
A092 <i>Lamppost and Connector Banners</i>	40,000	189	0%
Dept Total: CECS Division Admin	105,000	189	
Village Events and Animation			
P108 Village Animation & Events Infrastructure Enhancemen	185,000	32,169	17%
Dept Total: Village Events and Animation	185,000	32,169	

Summary of Project Expenditures

For the six months ended June 30, 2023 (unaudited)

	2023 Budget	1H23 Expenditures	% of Budget
Whistler Public Library			
L001 Library Furniture and Equipment	26,530	(117,496)	
L002 Library Collection	146,000	74,372	51%
L010 Library Infrastructure & Improvements	115,114	33,266	29%
Dept Total: Whistler Public Library	287,644	(9,858)	
Recreation			
P033 Whistler Olympic Plaza Ice Rink	80,000	2,706	3%
Dept Total: Recreation	80,000	2,706	
Meadow Park Sports Centre			
M001 Recreation Equipment	123,000	16,775	14%
M002 Recreation Infrastructure Replacement	320,670	49,674	15%
Dept Total: Meadow Park Sports Centre	443,670	66,449	
Division Total: Community Engagement and Cultural Service	1,101,314	91,655	8.3%
Corporate Services & Public Safety			
Legislative Services			
C080 Legislative Services	80,000	43,832	55%
Dept Total: Legislative Services	80,000	43,832	
Information Technology			
I001 Computer Systems Replacement	171,250	111,666	65%
I005 Local Infrastructure & Server Room	320,000	43,427	14%
I006 Corporate Software	266,250	83,869	32%
I014 RMOW Geographic Information System (GIS)	122,518	1,851	2%
I015 RMOW Civic Platform	123,100	1,168	1%
Dept Total: Information Technology	1,003,118	241,981	
Protective Services			
C085 Protective Services	250,246	39,045	16%
C086 Protective Initiatives	(20,000)	(37,118)	
Dept Total: Protective Services	230,246	1,927	
Fire Rescue Service			
S013 Firefighting Equipment and Replacement	195,000	110,983	57%
S056 Wildfire Protection	90,000	-	
Dept Total: Fire Rescue Service	285,000	110,983	
Division Total: Corporate Service & Public Safety	1,598,364	398,723	24.9%

Summary of Project Expenditures

For the six months ended June 30, 2023 (unaudited)

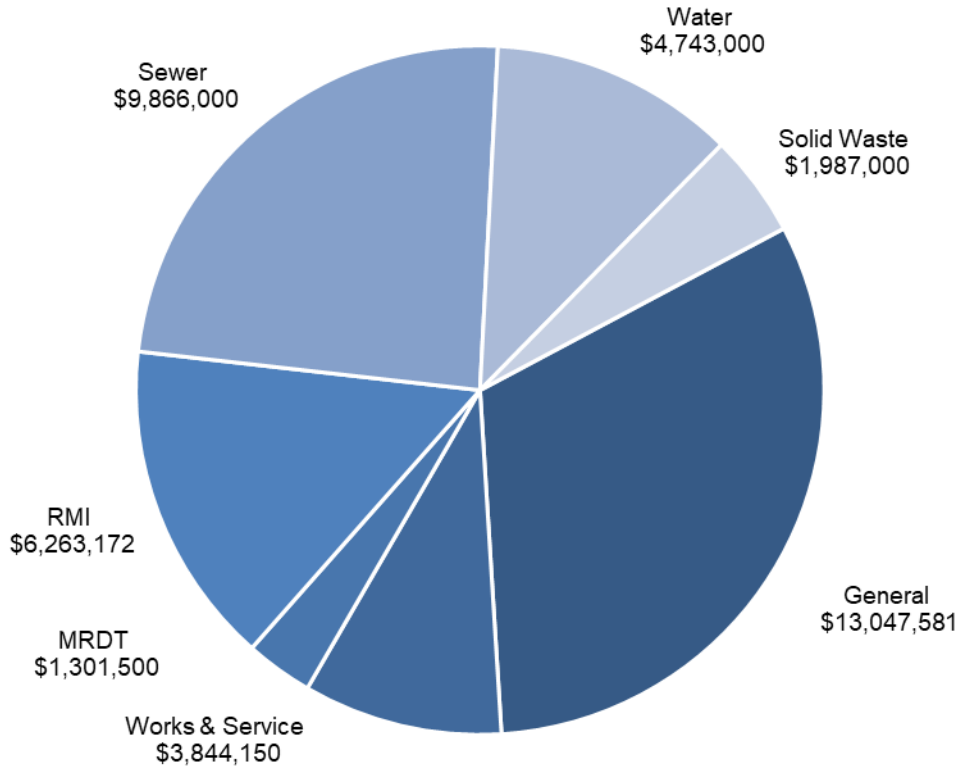
	2023 Budget	1H23 Expenditures	% of Budget
Infrastructure Services			
Facilities			
B001 Municipal Hall	415,000	59,099	14%
B002 Public Safety Building	2,325,000	107,592	5%
B003 Public Works Yard	372,050	92,265	25%
B004 Meadow Park Sports Centre	768,950	24,453	3%
B005 Library	45,000	1,250	3%
B007 Fire Halls	65,000	201	0%
B008 Other Buildings	155,000	-	
B012 Continuing Maintenance	220,000	212	0%
B017 Other Buildings and Structures	25,000	-	
B200 Electrical Services	534,000	92,657	17%
B700 Village	110,000	7,659	7%
B703 Domestic Water Upgrades	241,471	13,614	6%
B705 Building Condition Assessment (BCA) Building Upgrad	805,500	277,820	34%
B706 Subdivision Signs	40,000	-	
Dept Total: Facilities	6,121,971	676,822	
Roads and Drainage			
T001 Upgrade Roads	2,145,200	123,461	6%
T006 Fitzsimmons Creek Gravel Removal	425,000	46,092	11%
T027 Fitzsimmons Creek Debris Barrier Monitoring	95,000	10,597	11%
T028 Bridge Reconstruction Program	300,000	10,313	3%
T052 Flood Plain Mapping & Mitigation	330,000	66,884	20%
T057 Air Quality Monitoring Cheakamus Crossing	75,000	16,945	23%
T061 Traffic Studies and Initiatives to support TAG	70,000	21,860	31%
T063 Traffic Light System renewals	60,000	-	
T067 Storm Water Infrastructure Annual Monitoring	20,000	-	
T069 Fitzsimmons Creek Compensation Channel Design anc	50,000	240	0%
T075 Highway Intersection Upgrades	135,000	1,770	1%
T077 GIS Layer Update - Transportation	35,000	27,650	79%
Dept Total: Roads and Drainage	3,740,200	325,812	
Central Services			
Y001 Fleet Replacement	1,440,000	396,948	28%
Y014 Central Services Annual Reconstruction	465,000	10,324	2%
Y019 Central Services Annual Maintenance	8,500	-	
Dept Total: Central Services	1,913,500	407,272	
Solid Waste			
E088 Solid Waste Annual Reconstruction	1,440,000	97,414	7%
E130 Solid Waste Outreach Program	92,000	(15,113)	-16%
X133 Solid Waste Building Upgrades	25,000	-	
Dept Total: Solid Waste	1,557,000	82,301	

Summary of Project Expenditures

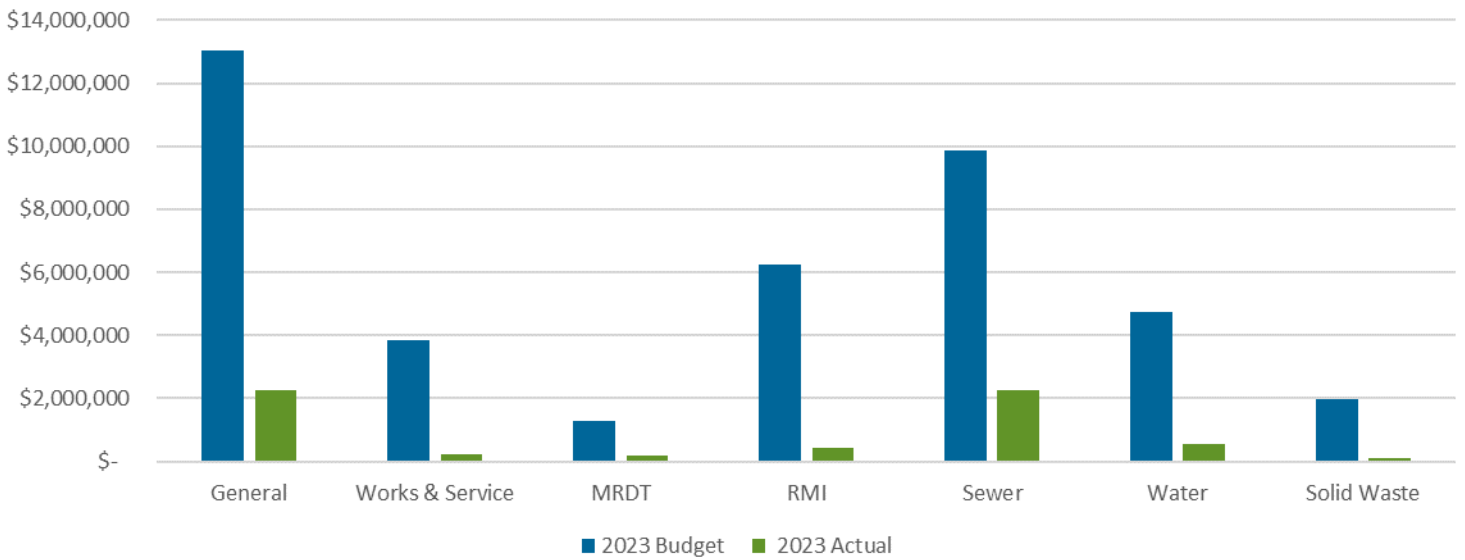
For the six months ended June 30, 2023 (unaudited)

	2023 Budget	1H23 Expenditures	% of Budget
Water Fund			
E200 Water Annual Upgrades	200,000	1,500	1%
E201 Reservoirs and Intakes Upgrades	125,000	14,682	12%
E202 Water Well Upgrades	50,000	-	
E203 Water Pump Station Upgrades	1,850,000	210,785	11%
E204 Pressure Reducing Valve Station Upgrades	450,000	185,535	41%
E205 Watermain Upgrades	950,000	37,370	4%
E206 Water SCADA Upgrades	293,000	43,198	15%
E207 Non-Potable Irrigation System Implementation	75,000	-	
E208 Water Metering Program Implementation	425,000	31,038	7%
E210 Water Operating Capital	325,000	17,049	5%
Dept Total: Water Fund	4,743,000	541,157	
Sewer Fund			
E063 Compost Facility Annual Reconstruction	405,000	23,968	6%
E300 Sewer Annual Upgrades	200,000	11,056	6%
E301 Sewer Lift Station Upgrades	100,000	51,081	51%
E303 Sewer Trunk Main Upgrade	50,000	28,144	56%
E306 Sewer SCADA Upgrades	293,000	43,198	15%
E310 Sewer Operating Capital Improvements	440,000	93,922	21%
E320 Sewer Main Upgrades	3,190,000	1,226,454	38%
E400 WWTP Annual Upgrades	150,000	11,478	8%
E401 WWTP Primary Treatment Upgrades	1,100,000	212,364	19%
E402 WWTP Fermenter Upgrades	450,000	165,360	37%
E403 WWTP Biological Reactor Upgrades	200,000	30,977	15%
E404 WWTP Solids Handling Upgrades	300,000	31,643	11%
E405 WWTP Secondary Treatment Upgrades	1,650,000	4,528	0%
E406 WWTP SCADA Upgrades	118,000	8,324	7%
E407 WWTP Tertiary Treatment Upgrades	150,000	-	
E408 District Energy System Upgrades	50,000	22,220	44%
E409 WWTP Building Upgrades	1,240,000	266,214	21%
E410 WWTP Operating Capital Upgrades	185,000	48,782	26%
Dept Total: Sewer Fund	10,271,000	2,279,713	
Division Total: Infrastructure Services	28,346,671	4,313,077	15.2%
Total	41,846,403	6,698,672	16.0%

2023 Project Funding Sources By Reserve



2023 Project Funding By Source



INVESTMENTS

Investment holdings of the RMOW at June 30, 2023, had a value of \$68,927,934. A list of investment holdings is provided below.

The RMOW holds investment balances in order to earn investment income on funds that are not currently required for operations, projects or near-term capital purposes. Funds held for long-term capital purposes often make up the largest portion of the investment holdings. These amounts represent savings accumulated over time that will typically not be expended until years in the future. Operating cash balances also exist, particularly in 3Q when most property tax payments are received by the RMOW. Conversely, investment holdings are often at their lowest in the months just prior to the property tax collection date.

Investment income for the quarter ended June 30, 2023 was \$1,610,152 (unaudited). This represents 99 per cent of the total budgeted investment income for the half. The rapid pace of interest rate increases that affected the markets throughout 2022 slowed in the first part of 2023 in response to cooling inflation and declining consumer confidence. Markets have at various points this year begun to predict interest rate cuts, so for the first time in several years some stability in fixed income rates especially at the long end of the curve has been evident. The yield on the 10-year Bank of Canada bond was at roughly the same level at June 30, 2023 as it was the year prior.

The RMOW continues to seek opportunities to maximize investment income while also guarding against future uncertainty. The shift away from individual bond holdings continues with a preference for MFA pooled product and a portfolio of short-term deposits that are presently earning very attractive returns. This short-term portfolio, while smaller in size than the long-term investments noted below, is expected to be an important source of income in this coming year.

Investment income is allocated to reserves to fund future expenditures with some allocated to operations throughout the year.

At June 30, 2023

Issuer	Book Value
Province of Manitoba	2,731,259
Kootenay Credit Union	3,000,000
Canadian Western Bank	5,000,000
Province of British Columbia	1,510,868
Municipal Finance Authority of BC	<u>4,985,600</u>
	17,227,727
Gov't Bond Index iShares	4,986,276
MFA Short Term Bond Fund	<u>46,713,931</u>
	51,700,207
Total Investments	68,927,934