

**CITY OF ST. ALBERT
CONSOLIDATED BALANCE SHEET
AS AT SEPTEMBER 30, 2003
(000'S)**

	<u>SEPTEMBER 30, 2003</u>	<u>SEPTEMBER 30, 2002</u> (restated)
ASSETS		
Financial Assets		
Cash (Note1)	\$ 4,317	\$ 1,313
Temporary Investments (Note 1)	33,370	35,758
Taxes Receivable (Note 2)	9,349	8,610
Trade and Other Receivables (Note 3)	3,873	3,489
Land Held for Resale (Note 4)	1,901	1,924
Long Term Investments (Note 5)	2,000	3,035
Prepaid Expenses	68	14
Other Financial Assets (Note 6)	1,236	1,496
	<u>56,114</u>	<u>55,639</u>
Physical Assets		
Capital Assets (Note 7)	243,769	236,009
Inventories of Materials and Supplies	682	584
	<u>244,451</u>	<u>236,593</u>
	<u>\$ 300,565</u>	<u>\$ 292,232</u>
LIABILITIES AND EQUITY		
Liabilities		
Accounts Payable and Accrued Liabilities	\$ 9,531	\$ 9,978
Deferred Revenue (Note 8)	8,930	10,683
Long Term Debt (Note 9)	22,716	26,397
	<u>41,177</u>	<u>47,058</u>
Municipal Equity		
Equity in Physical Assets	222,928	211,627
Capital Fund Deficiency (Note 10)	-3,942	-1,962
	<u>218,986</u>	<u>209,665</u>
Operating Fund Surplus	16,049	18,089
Reserves (Note 11)	24,353	17,420
	<u>259,388</u>	<u>245,174</u>
	<u>\$ 300,565</u>	<u>\$ 292,232</u>

Please note:

The September 30, 2002 figures have been restated to reclassify the Basic Capital Grant from Reserves to Deferred Revenue. This conforms to the presentation as at September 30, 2003.

**THE CITY OF ST. ALBERT
NOTES TO THE CONSOLIDATED BALANCE SHEET
AS AT SEPTEMBER 30, 2003**

1. CASH & TEMPORARY INVESTMENTS

The significant increase in cash as at September 30, 2003 is due to the maturity of a \$1.035 million long-term investment and the decrease of \$2.388 million in temporary investments. The cash and temporary investment accounts combined are \$37,687,000 for 2003 and \$37,071,000 for 2002.

Please refer to the Summary of Current Investments on page 15 of this report for further details.

2. TAXES RECEIVABLE

Due to a higher levy in 2003, the total receivable as at September 30, 2003, increased by \$739,000. The percentage of the total levy collected for 2002 and 2003 are 83.26% and 83.30% respectively. It is anticipated that \$7,859,000 (2002 - \$7,036,000) will be collected in the last quarter of 2003 through the preauthorized payment plan.

3. TRADE AND OTHER RECEIVABLES

The balance in trade and other receivables is comprised mainly of \$2,994,000 (2002 - \$2,770,000) of utility billings and \$441,000 (2002 - \$802,000) of general and ambulance billings.

4. LAND HELD FOR RESALE

The balance represents industrial and commercial property in Campbell North (111.8 acres) as well as surplus land located on the Sturgeon Hospital site (12.2 acres). The sale of the Hospital site is currently in progress and the first phase of the sale will be finalized in the near future.

5. LONG TERM INVESTMENTS

Long Term Investments consist of City of Edmonton bonds having yields ranging from 9.25% to 12.875% and maturing in periods ranging from 2004 to 2007.

Please refer to the Summary of Current Investments on page 15 of this report for further details.

6. OTHER FINANCIAL ASSETS

Other Financial Assets represent the amount to be recovered from the municipal tax base to finance the annual principal and interest payments on an operating fund debenture. The 15 year debenture was issued in 1992 in the amount of \$2,927,000 to fund the City's portion of the original capital cost of the Sturgeon Community Hospital and Health Centre. The last payment on this debenture is due in 2007.

**THE CITY OF ST. ALBERT
NOTES TO THE CONSOLIDATED BALANCE SHEET
AS AT SEPTEMBER 30, 2003**

Please note that the accounting treatment for this asset is in accordance with that recommended by Alberta Municipal Affairs.

7. CAPITAL ASSETS

Capital assets include land, buildings, engineering structures, machinery, equipment and vehicles. The increase in capital assets since September 30, 2002 is primarily due to the expenditure of funds for the following capital projects:

- North Campbell Land Servicing
- Akinsdale Arena
- West Boundary Arterial Preliminary Design
- Information Technology Strategic Plan
- St. Albert Place Renovations

8. DEFERRED REVENUE

This balance is comprised of funds received from the Provincial Government for the Basic Capital Grant and for the province's share of the Infrastructure Canada – Alberta Program (ICAP). The use of these funds is restricted to eligible expenditures on capital projects as approved by the governments, and will be drawn down as expenditure claims are submitted and approved.

9. LONG TERM DEBT

Long term debt consists wholly of debenture debt and is recorded on the consolidated balance sheet at cost. Debentures are held by the Alberta Municipal Financing Corporation.

The debentures are payable in annual amounts and mature in periods ranging from 2003 to 2013.

10. CAPITAL FUND DEFICIENCY

The Capital Fund deficiency represents projects awaiting funding from various sources, including proceeds of sale, debentures, provincial/federal grants, internal financing, etc. In the case of ICAP, the funding is recorded as Deferred Revenue on the balance sheet until approval is received from the program administrators. Once ICAP approval is received, the capital deficiency is reduced as deferred revenue is drawn.

12. RESERVES

**THE CITY OF ST. ALBERT
NOTES TO THE CONSOLIDATED BALANCE SHEET
AS AT SEPTEMBER 30, 2003**

The increase in reserves is due to various transfers as approved in the operating budget as well as the transfer of the 2002 year end Utility net surpluses. Deductions within each reserve are accounted for on a cash basis.

CITY OF ST. ALBERT
STATEMENT OF OPERATING REVENUE, EXPENDITURE & NET COSTS TO B
AS OF SEPTEMBER 30, 2003

DIVISION	ACTUAL	TOTAL BUDGET	% OF TOTAL BUDGET
DEPARTMENT			
LEGISLATIVE (COUNCIL)			
Legislative (Council)			
REVENUE	0	0	0%
EXPENDITURE	327,732	443,900	74%
NET	327,732	443,900	
CITY MANAGER			
City Manager's Office			
REVENUE	0	0	0%
EXPENDITURE	213,097	303,900	70%
NET	213,097	303,900	
Corporate Development			
REVENUE	0	0	0%
EXPENDITURE	0	0	0%
NET	0	0	
Economic Development & Tourism			
REVENUE	440,829	316,500	139%
EXPENDITURE	466,291	659,600	71%
NET	25,462	343,100	
COMMUNITY & PROTECTIVE SERVICES			
Community Services Administration			
REVENUE	18,809	18,400	102%
EXPENDITURE	302,431	382,500	79%
NET	283,622	364,100	
Cultural Services			
REVENUE	1,000,588	828,200	121%
EXPENDITURE	1,766,342	2,058,900	86%
NET	765,754	1,230,700	
Family & Community Support Services			
REVENUE	818,824	1,127,800	73%
EXPENDITURE	952,798	1,370,400	70%
NET	133,974	242,600	
Fire Services			
REVENUE	380,804	523,600	73%
EXPENDITURE	4,213,454	5,858,300	72%
NET	3,832,650	5,334,700	
Police Services			
REVENUE	2,165,629	3,064,900	71%
EXPENDITURE	4,371,325	6,650,400	66%
NET	2,205,696	3,585,500	
Recreation Services			
REVENUE	1,239,235	1,390,800	89%

EXPENDITURE	2,423,367	2,859,800	85%
NET	1,184,132	1,469,000	

PLANNING & ENGINEERING SERVICES

Engineering Services & Admin. Support

REVENUE	828,612	1,270,800	65%
EXPENDITURE	2,324,383	3,605,700	64%
NET	1,495,771	2,334,900	

Planning & Development

REVENUE	329,098	427,800	77%
EXPENDITURE	606,377	769,400	79%
NET	277,279	341,600	

Public Works

REVENUE	2,217,170	3,239,300	68%
EXPENDITURE	7,481,987	8,935,500	84%
NET	5,264,817	5,696,200	

Transit Services

REVENUE	3,022,678	4,057,400	74%
EXPENDITURE	4,438,438	5,999,400	74%
NET	1,415,760	1,942,000	

**CITY OF ST. ALBERT
STATEMENT OF OPERATING REVENUE, EXPENDITURE & NET COSTS TO BUD
AS OF SEPTEMBER 30, 2003**

DIVISION	ACTUAL	TOTAL BUDGET	% OF TOTAL BUDGET
DEPARTMENT			
CORPORATE SERVICES			
Assessment & Taxation Services			
REVENUE	376,484	463,500	81%
EXPENDITURE	491,595	672,700	73%
NET	115,111	209,200	
Corporate Communication			
REVENUE	5,000	5,000	100%
EXPENDITURE	252,939	331,100	76%
NET	247,939	326,100	
Financial Services			
REVENUE	18,975	37,400	51%
EXPENDITURE	1,317,608	1,866,000	71%
NET	1,298,633	1,828,600	
Human Resource Services			
REVENUE	10,120	4,000	253%
EXPENDITURE	537,038	690,600	78%
NET	526,918	686,600	
Information Technology Services			
REVENUE	25,500	24,000	106%
EXPENDITURE	977,633	1,228,800	80%
NET	952,133	1,204,800	

Legal Services

REVENUE	-	-	-
EXPENDITURE	238,693	343,100	70%
NET	238,693	343,100	

Legislative Services

REVENUE	89,980	77,300	116%
EXPENDITURE	471,893	605,500	78%
NET	381,913	528,200	

COMMON & FISCAL SERVICES

REVENUE	5,633,579	7,201,600	78%
EXPENDITURE	12,741,387	16,739,500	76%
NET	7,107,808	9,537,900	

PROPERTY TAX REVENUES

REVENUE	56,182,993	56,322,900	100%
EXPENDITURE	13,602,309	18,026,200	75%
NET	-42,580,684	-38,296,700	

UTILITIES

REVENUE	12,483,907	15,337,500	81%
EXPENDITURE	10,829,656	13,720,000	79%
NET	-1,654,251	-1,617,500	

Notes An explanation of significant variances are reported on departments w accepted 75% for the quarter ending Sep 30, 2003. These variances an In addition, departments with variance amounts less than \$10,000 were in the Variance Analysis Report.

Amounts budgeted to be transferred to the Utilities Reserve at year-en totalling \$1,617,500. This was done to more accurately compare the ne revenue amount, for variance analysis purposes.

BUDGET BY DEPARTMENT

BUDGET @ SEP 30 (3/4 OF TOTAL BUDGET)	VARIANCE (SEP 30 BUDGET - ACTUALS)
0	0
332,925	5,193
332,925	5,193
0	0
227,925	14,828
227,925	14,828
0	0
0	0
0	0
237,375	203,454
494,700	28,409
257,325	231,863
13,800	5,009
286,875	-15,556
273,075	-10,547
621,150	379,438
1,544,175	-222,167
923,025	157,271
845,850	-27,026
1,027,800	75,002
181,950	47,976
392,700	-11,896
4,393,725	180,271
4,001,025	168,375
2,298,675	-133,046
4,987,800	616,475
2,689,125	483,429
1,043,100	196,135

2,144,850	-278,517
1,101,750	-82,382

953,100	-124,488
2,704,275	379,892
1,751,175	255,404

320,850	8,248
577,050	-29,327
256,200	-21,079

2,429,475	-212,305
6,701,625	-780,362
4,272,150	-992,667

3,043,050	-20,372
4,499,550	61,112
1,456,500	40,740

BUDGET BY DEPARTMENT, cont.

BUDGET AT SEP 30 (3/4 OF TOTAL BUDGET)	VARIANCE (SEP 30 BUDGET - ACTUALS)
---	---

347,625	28,859
504,525	12,930
156,900	41,789

3,750	1,250
248,325	-4,614
244,575	-3,364

28,050	-9,075
1,399,500	81,892
1,371,450	72,817

3,000	7,120
517,950	-19,088
514,950	-11,968

18,000	7,500
921,600	-56,033
903,600	-48,533

	-	-
	257,325	18,632
#VALUE!		18,632
	57,975	32,005
	454,125	-17,768
	396,150	14,237
	5,401,200	232,379
	12,554,625	-186,762
	7,153,425	45,617
	42,242,175	13,940,818
	13,519,650	-82,659
	-28,722,525	13,858,159
	11,503,125	980,782
	10,290,000	-539,656
	-1,213,125	441,126

Items are outside the 10% range of the analyses are found on page 9. Items are deemed immaterial, and therefore not explained.

Items were netted from the Utilities budget above, at actual revenue amount to the net budgeted.

**CITY OF ST. ALBERT
VARIANCE ANALYSIS
AS OF SEPTEMBER 30, 2003**

Note: When preparing the variance analyses for the Quarterly Reports, a 10% range was used to establish those departments that require explanations. For example, generally, the expected actual revenue and expenditures for September quarter-end would be 75% of budget. Financial Services therefore reviews and explains any variances less than 65% or greater than 85%, which are represented below. The variance figures for each department can be found on the Statement of Revenue, Expenditure and Net Costs to Budget by Department, on pages 7 and 8.

ECONOMIC DEVELOPMENT & TOURISM

A favourable variance of approximately \$200,000 in revenue is primarily due to the fact that all business license revenue has been realized in the first half of the year combined with the fact that there are more businesses than anticipated, and as a result, collections are higher. Due to the delayed timing of certain expenditures, Economic Development expects to have the \$200,000 favourable variance reduced to approximately \$45,000 at December 31, 2003.

CULTURAL SERVICES

A favourable variance in revenue of approximately \$380,000 is primarily due to Children's Festival and Performing Arts ticket sales and donations being higher than budgeted. However, this is somewhat offset by higher than anticipated expenditures due to the additional costs of bringing more artists into the Festival. Cultural Services expects to have a favourable variance of approximately \$150,000 at December 31, 2003.

RECREATION SERVICES

A favourable variance in revenue of approximately \$196,000 is primarily due to a higher than budgeted volume for both Fountain Park Recreation Centre and Grosvenor Pool. However, this is more than offset by higher than anticipated expenditures due to the additional costs associated with increased volumes at the pools, as well as new Occupational Health & Safety regulations requiring additional temporary staff. As a result, Recreation Services expects to have an unfavourable variance of approximately \$97,500 at December 31, 2003.

ENGINEERING SERVICES & ADMINISTRATIVE SUPPORT

A favourable variance of approximately \$380,000 is primarily due to the delayed timing in receiving electricity billing for Streetlighting, as well as the cyclical nature of this account. However, these bills will all be incurred by year-end, and as a result, Engineering Services & Administrative Support is anticipated to be on budget at December 31, 2003.

LEGISLATIVE SERVICES

A favourable variance of approximately \$32,000 in revenues is due to both the non-residential assessment appeals and the cemetery fees being higher than budgeted. However, it is anticipated, through the refunds issued on successful appeals, that the department will not have a favourable variance at year-end, and is anticipated to be on budget at December 31, 2003.

PROPERTY TAX REVENUES

Property Tax revenue is 100% recognized at September 30, 2003 primarily due to it being levied at June 30, 2003 and therefore being recognized as revenue at that time.

CITY OF ST ALBERT
SUMMARY OF 2003 CAPITAL PROJECTS
AS OF SEPTEMBER 30, 2003

BUDGETED SOURCE OF FUNDING											
PROJECT	DESCRIPTION	GRANTS	RESERVES	DEBT	PAYG	OTHER	TOTAL	GROSS EXPENDITURES	PROJECT VARIANCE	STATUS OR START DATE	COMPLETION DATE
MUNICIPAL PROJECTS											
ICAP FUNDED											
40365	Sanitary Sewer Upgrade - ICAP	1,983,400	2,516,600				4,500,000	0	4,500,000	2004	2005
40367	Sturgeon Heights Reservoir Structure Rehab - ICAP	166,000	84,000				250,000	7,202	242,798	Work in Progress	2004
BASIC CAPITAL FUNDED											
40304	Transportation Systems Management	100,000			37,000		137,000	14,832	122,168	Work in Progress	Dec, 2003
40305	Pavement Management Systems	37,500			14,000		51,500	27,954	23,546	Work in Progress	Dec, 2003
40306	Local/Collector Roadways Asphalt Overlay Program	100,000			37,000		137,000	135,843	1,157	Work in Progress	Dec, 2003
40307	Arterial Roadway Asphalt Overlay Program	163,500			61,500		225,000	195,804	29,196	Work in Progress	Dec, 2003
40308	Neighbourhood Sidewalk Replacement Program	100,000			37,000		137,000	113,546	23,454	Work in Progress	Dec, 2003
40326	West Boundary Road Arterial	5,295,000		1,977,000			7,272,000	0	7,272,000	(2)	(2)
40327	170th Street Expansion	866,000		323,300			1,189,300	0	1,189,300	(3)	2004
40341	Leddy Ave-Larose to Dawson Reconstruction	350,000		130,000			480,000	7,242	472,758	Deferred	2004
40345	Permanent Line Marking Rehabilitation	30,000			11,200		41,200	0	41,200	Work in Progress	Dec, 2003
40346	St Albert Road Urbanization - Boudreau/Giroux to Coal Mine Rd	46,800			18,200		65,000	0	65,000	Deferred	2004
40352	St Albert Road - Ron Hodgson/Superstore	36,500			13,500		50,000	13,910	36,090	Work in Progress	2004
PARK DEVELOPMENT FUNDED											
40334	Red Willow Trail Overlay		85,000				85,000	0	85,000	Work in Progress	Dec, 2003
40350	Grandin Complex Review		50,000				50,000	3,090	46,910	(2)	(2)
OTHER											
40301	Office Automation Plan				50,000		50,000	8,939	41,061	Work in Progress	Dec, 2003
40302	Office Systems Replacement Plan		81,600				81,600	9,158	72,442	Work in Progress	2004
40303	Public Works Equip/Vehicle Replacement		778,900				778,900	152,827	626,073	Work in Progress	Dec, 2003
40324	P W Vehicle Purchase				76,500		76,500	76,500	0	Complete	Jan, 2003
40328	Riel Drive Lane Rehabilitation Phase IV			100,000			100,000	0	100,000	Deferred	2004
40340	Multi-Purpose Recreation Facility			1,800,000			1,800,000	35,314	1,764,686	(1)	2004-2005
40342	Akinsdale/Kinex Arenas Rehabilitation			1,267,000			1,267,000	987,994	279,006	Work in Progress	Dec, 2003
40343	Construct Snow Dump			250,000			250,000	0	250,000	Under review	2004
40344	Transit Bus Fleet Growth			740,000			740,000	0	740,000	Nov, 2003	Dec, 2003
40347	Fire Services SCBA Replacement				121,000		121,000	115,217	5,783	Work in Progress	Oct, 2003
40348	Cultural Services Hollander Purchase	1,500				10,500 a)	12,000	0	12,000	Cancelled	Sept, 2003
40349	Parks & Open Space Master Plan					30,000 b)	30,000	0	30,000	Cancelled	Sept, 2003
40372	Irrigation Costs - St Albert Soccer Assoc & Rugby Club					16,100 a)	16,100	20,368	-4,268	Complete	Sept, 2003
		<u>9,276,200</u>	<u>3,596,100</u>	<u>6,587,300</u>	<u>476,900</u>	<u>56,600</u>	<u>19,993,100</u>	<u>1,925,740</u>	<u>18,067,360</u>		
UTILITY PROJECTS											
UTILITY RESERVE FUNDED											
40325	Sturgeon River Valley Master Plan		175,000				175,000	67,367	107,633	Work in Progress	Dec, 2003
40360	Sanitary Sewer Rehabilitation Program		195,000				195,000	22,806	172,194	Work in Progress	Dec, 2003
40361	Sanitary Sewer Household Sewer Replacement		150,000				150,000	65,348	84,652	Work in Progress	Dec, 2003
40362	Sanitary Sewer Main Replacement		250,000				250,000	0	250,000	2004	2004
40368	SCADA - Upgrades for Water Pumping Station		35,000				35,000	14,121	20,879	Work in Progress	2004
40369	Lacombe Park Reservoir		500,000				500,000	0	500,000	Nov, 2003	2005-2006
40370	Stormwater Channel (Forest Lawn Ravine)		50,000				50,000	5,133	44,867	Work in Progress	Dec, 2003
40373	Heritage Lakes Storm Water Channel Improvements		30,000				30,000	22,876	7,124	Work in Progress	Dec, 2003
		<u>0</u>	<u>1,385,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,385,000</u>	<u>197,651</u>	<u>1,187,349</u>		
		<u>9,276,200</u>	<u>4,981,100</u>	<u>6,587,300</u>	<u>476,900</u>	<u>56,600</u>	<u>21,378,100</u>	<u>2,123,391</u>	<u>19,254,709</u>		
(1)	Pending further discussions with potential regional partners, phase 1 can be initiated by summer/fall, 2004					a) Community Contributions					
(2)	Pending Council decision					b) Operations					
(3)	Pending provincial resolution										

CITY OF ST ALBERT
SUMMARY OF 2002 ACTIVE CAPITAL PROJECTS
AS OF SEPTEMBER 30, 2003

BUDGETED SOURCE OF FUNDING

PROJECT	DESCRIPTION	GRANTS	RESERVES	DEBT	PAYG	OTHER	TOTAL	GROSS EXPENDITURES	PROJECT VARIANCE	STATUS OR START DATE	COMPLETION DATE
<u>MUNICIPAL PROJECTS</u>											
<u>ICAP FUNDED</u>											
40221	Fountain Park Recreation Centre-Boiler Replacement Plan	62,000		31,000			93,000	93,724	-724 (3)	Work in Progress	Sept, 2003
40228	Riel Drive Lane Rehabilitation Phase III	66,000		34,000			100,000	8,512	91,488	Deferred	2004
40229	Children's Bridge Painting on Steel Surface	89,000		45,000			134,000	0	134,000	2004	2004
40230	Delaney Place Rehabilitation	180,000		90,000			270,000	23,475	246,525 (3)	Work in Progress	Oct, 2003
40231	Sidewalk Installations-Bellerose/Dawson/Inglewood	166,000		84,000			250,000	8,670	241,330	Work in Progress	2004
40232	Sidewalk Replacement-Cunningham Rd & Sturgeon Rd	100,000		50,000			150,000	7,271	142,729	Work in Progress	2004
40233	Transit Waiting Shelter Replacement	40,800		21,000			61,800	47,256	14,544	Work in Progress	Dec, 2003
40234	Red Willow Trail Overlay	57,000		28,000			85,000	53,247	31,753	Complete	Sept, 2003
40236	Grosvenor Pool Refurbishment	200,000		100,000			300,000	0	300,000 (1)		2004
40265	Sanitary Sewer Upgrade - ICAP	333,000	167,000				500,000	373	499,627	Work in Progress	2004
<u>BASIC CAPITAL FUNDED</u>											
40204	Transportation Systems Management	53,000			20,000		73,000	95,575	-22,575	Complete	Sept, 2003
40208	Neighbourhood Sidewalk Replacement Program	100,000			37,000		137,000	121,859	15,141	Work in Progress	Dec, 2003
40226	West Boundary Arterial Preliminary Design	223,500	134,900				358,400	548,842	-190,442	Work in Progress	2004
<u>PARK DEVELOPMENT FUNDED FROM RESERVE</u>											
40237	Heritage Lakes Outdoor Rink	40,000	93,500			10,000 (a)	143,500	140,609	2,891	Complete	Sept, 2003
40239	Oakmont Park Development		250,000				250,000	97,337	152,663 (3)	Work in Progress	Dec, 2003
<u>OTHER</u>											
40201	Office Automation Plan				40,000		40,000	38,851	1,149	Work in Progress	Dec, 2003
40202	Office Systems Replacement Plan		286,000				286,000	68,429	217,571	Work in Progress	Dec, 2003
40203	Public Works Equipment Replacement		802,200		25,000		827,200	916,042	-88,842	Complete	March, 2003
40220	Customer Service Centre Project				30,000		30,000	83	29,917	Complete	Sept, 2003
40224	Public Works Vehicle Purchase				36,500		36,500	41,063	-4,563	Complete	Jan, 2003
40225	Sturgeon River Valley Master Plan				75,000		75,000	75,286	-286	Work in Progress	Dec, 2003
40238	North Campbell Lot Servicing		250,000	2,729,300			2,979,300	1,722,348	1,256,952	Work in Progress	2004
		1,710,300	1,983,600	3,212,300	263,500	10,000	7,179,700	4,108,852	3,070,848		
<u>UTILITY PROJECTS</u>											
<u>UTILITY RESERVE FUNDED</u>											
40222	IDP Area - Storm Distribution Master Plan		50,000				50,000	45,340	4,660	Work in Progress	Dec, 2003
40260	Sanitary Sewer Rehabilitation Program		185,000		25,000		210,000	67,579	142,421	Work in Progress	Dec, 2003
40262	Sanitary Sewer Main Replacement		250,000				250,000	21,256	228,744	Complete	Sept, 2003
40263	IDP Area - Water Distribution Master Plan		30,000				30,000	0	30,000 (2)	Work in Progress	Dec, 2003
40264	IDP Area -Sewer Distribution Master Plan		30,000				30,000	2,747	27,253 (2)	Work in Progress	Dec, 2003
40266	Water On-Line Chlorine Residual Monitors		35,000				35,000	61,590	-26,590	Complete	June, 2003
		0	580,000	0	25,000	0	605,000	198,512	406,488		
		1,710,300	2,563,600	3,212,300	288,500	10,000	7,784,700	4,307,364	3,477,336		

(1) Under review

(2) To be done in conjunction with and as a complement to the Storm Water Master Plan

(3) to be carried forward to 2004 for maintenance/warranty work

(a) Donations

CITY OF ST ALBERT
SUMMARY OF 2001 ACTIVE CAPITAL PROJECTS
AS OF SEPTEMBER 30, 2003

BUDGETED SOURCE OF FUNDING

PROJECT	DESCRIPTION	BUDGETED SOURCE OF FUNDING					TOTAL	GROSS EXPENDITURES	PROJECT VARIANCE	STATUS OR START DATE	COMPLETION DATE	
		GRANTS	RESERVES	DEBT	PAYG	OTHER						
MUNICIPAL PROJECTS												
ICAP FUNDED												
40134	Pump Station Refurbishment	200,000	100,000				300,000	15,043	284,957	Work in Progress	2004	
40150	Playground & Playfield CSA Code Upgrade	400,000	218,000				618,000	611,648	6,352	Complete	Sept, 2003	
40160	Recycle Depot Relocation & Ind. Lot Servicing	400,000		600,000			1,000,000	1,042,004	-42,004	Complete	Sept, 2003	
BASIC CAPITAL FUNDED												
40101	Traffic Management Systems	232,300			87,000		319,300	283,940	35,360	Work in Progress	Dec, 2003	
40104	Transit Driver Washroom & Passenger Waiting Area	63,800		23,700			87,500	0	87,500	(1)	(1)	
40105	Transit Garage Expansion	1,335,000		498,400			1,833,400	1,797,809	35,591	Work in Progress	Oct, 2003	
40113	Neighbourhood Sidewalk Replacement Program	56,300			21,000		77,300	85,939	-8,639	Complete	Sept, 2003	
40114	Langley Avenue Reconstruction	506,200		188,800			695,000	501,931	193,069	(3)	Complete	Sept, 2003
PARK DEVELOPMENT FUNDED FROM RESERVE												
40117	Red Willow Master Plan Update		50,000				50,000	45,984	4,016	Complete	Sept, 2003	
OTHER												
40103	Transit Review & Service Standards Study				20,000		20,000	0	20,000		2004	
40108	Leisure Services Master Plan Implementation		220,000				220,000	208,609	11,391	Work in Progress	2004	
40116	St. Albert Place Renovations			485,000			485,000	490,519	-5,519	Complete	Sept, 2003	
40118	Office Systems Replacement Plan		154,900				154,900	132,292	22,608	Work in Progress	Dec, 2003	
40126	SAP Visual Arts Wing Renovations	54,900					54,900	55,489	-589	Work in Progress	Dec, 2003	
40127	Raku Site Equipment Renovations	23,000					23,000	11,763	11,237	Work in Progress	Dec, 2003	
40130	Grandin Clubhouse Reconstruction					115,100	115,100	10,725	104,375	(2)	(2)	
40137	Grandin Pond Eco-Park		162,600				162,600	159,480	3,120	Complete	Sept, 2003	
		<u>3,271,500</u>	<u>905,500</u>	<u>1,795,900</u>	<u>128,000</u>	<u>115,100</u>	<u>6,216,000</u>	<u>5,453,175</u>	<u>762,825</u>			
UTILITY PROJECTS												
UTILITY RESERVE FUNDED												
40121	Sanitary Sewer Rehabilitation Program		185,000				185,000	122,829	62,171	Complete	Sept, 2003	
40131	Storm Water Quality Improvement	136,500	132,500				269,000	256,926	12,074	Work in Progress	2004	
		<u>136,500</u>	<u>317,500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>454,000</u>	<u>379,755</u>	<u>74,245</u>			
		<u>3,408,000</u>	<u>1,223,000</u>	<u>1,795,900</u>	<u>128,000</u>	<u>115,100</u>	<u>6,670,000</u>	<u>5,832,930</u>	<u>837,070</u>			

- (1) Delayed due to lease arrangements
(2) Pending decision on Grandin pool & clubhouse
(3) To be carried forward to 2004 for maintenance/warranty work

(a) Insurance Proceeds

CITY OF ST ALBERT
SUMMARY OF 2000 ACTIVE CAPITAL PROJECTS
AS OF SEPTEMBER 30, 2003

PROJECT	DESCRIPTION	BUDGETED SOURCE OF FUNDING					TOTAL	GROSS EXPENDITURES	PROJECT VARIANCE	STATUS OR START DATE	COMPLETION DATE
		GRANTS	RESERVES	DEBT	PAYG	OTHER					
<u>MUNICIPAL PROJECTS</u>											
<u>BASIC CAPITAL FUNDED</u>											
40018	Village Tree Transit Terminal Relocate	930,000		474,000			1,404,000	1,341,707	62,293	Complete	Sept, 2003
40006	Bellerose Dr Widening-Evergreen to Oakmont	700,500	293,500				994,000	1,034,838	-40,838	Complete	Sept, 2003
40008	Traffic Management System (2000)	51,000			100,000		151,000	106,498	44,502	Work in Progress	Dec, 2003
40009	Bellerose Dr Extension Design & Construction	324,000	132,000				456,000	420,558	35,442	Complete	Sept, 2003
40013	Transportation Master Plan - Phase II	14,300			5,300		19,600	11,551	8,049	Work in Progress	Oct, 2003
40015	Larose Drive Reconstruction	549,000		205,000			754,000	620,101	133,899	Complete	Sept, 2003
<u>PARK DEVELOPMENT FUNDED</u>											
40001	Park Master Plan - Northridge		7,500				7,500	0	7,500	Fall, 2003	Spring, 2004
40002	Park Master Plan - Kingswood		7,500				7,500	4,306	3,194	Complete	Sept, 2003
40004	Heritage Lakes Park Development		400,000				400,000	385,113	14,887	Complete	Sept, 2003
40005	Erin Ridge/Oakmont - Park/Trails Dev		345,000				345,000	185,983	159,017	Work in Progress	2004
<u>OTHER</u>											
40014	RCMP Building Replacement			4,698,000			4,698,000	4,667,247	30,753	Work in Progress	Dec, 2003
<u>UTILITY PROJECTS</u>											
<u>UTILITY RESERVE FUNDED</u>											
40025	Water System Operating Modifications		26,000				26,000	0	26,000	Cancelled	Sept, 2003
		2,568,800	1,211,500	5,377,000	105,300	0	9,262,600	8,777,902	484,698		

**CITY OF ST. ALBERT
STATEMENT OF RESERVES
AS AT SEPTEMBER 30, 2003**



<u>Operating</u>	<u>Jan. 1, 2003 Opening Balance</u>	<u>2003 Additions</u>	<u>2003 Deductions</u>	<u>Sep. 30, 2003 Balance</u>	<u>Ceiling</u>
Stabilization	1,337,689	153,300	-	1,490,989	1,161,662
Operating Carry Forwards					
General Carry Forwards	652,200	124,180	(284,336)	492,044	
Games Legacy Awards Program Reserve	186,616	526	(4,807)	182,335	
Preventive Social Services Reserve	116,328	-	(5,700)	110,628	
Outside Agencies	61,694	9,000	(600)	70,094	
	<u>1,016,838</u>	<u>133,706</u>	<u>(295,443)</u>	<u>855,101</u>	
Total Operating	2,354,527	287,006	(295,443)	2,346,090	1,161,662
Capital					
Internal Financing*	5,485,669	215,809	(2,010,030)	3,691,448	
Major Recreational Lands & Facilities					
Major Recreational Facilities Reserve - City Wide*	782,660	289,888	(101,694)	970,854	
Major Recreational Facilities Reserve - Neighborhood*	1,640,416	311,558	(83,182)	1,868,792	
Parkland Reserve*	1,614,094	39,656	(1,655)	1,652,095	
	<u>4,037,170</u>	<u>641,102</u>	<u>(186,531)</u>	<u>4,491,741</u>	
Transportation					
General Transportation*	68,910	889	(63,810)	5,989	
Public Transit*	959,319	259,241	-	1,218,560	
	<u>1,028,229</u>	<u>260,130</u>	<u>(63,810)</u>	<u>1,224,549</u>	
Equipment - Replacement					
Equipment Replacement Reserve*	1,133,580	772,680	(388,754)	1,517,506	Per Plan
Office Systems Replacement Reserve*	429,161	157,849	(51,631)	535,379	Per Plan
	<u>1,562,741</u>	<u>930,529</u>	<u>(440,385)</u>	<u>2,052,885</u>	
Facilities Refurbishment					
Facilities Refurbishment Reserve*	251,891	470,834	(120,650)	602,075	Per Plan
Arden Theatre Repair and Refurbishment Reserve Fund*	32,460	29,531	(8,713)	53,278	
	<u>284,351</u>	<u>500,365</u>	<u>(129,363)</u>	<u>655,353</u>	
Utilities					
Water*	3,447,033	2,110,450	(88,425)	5,469,058	
Sewer*	1,847,565	865,667	(182,843)	2,530,389	
Waste*	-	-	(74,030)	(74,030)	
Storm Sewer*	-	-	(140,716)	(140,716)	
	<u>5,294,598</u>	<u>2,976,117</u>	<u>(486,014)</u>	<u>7,784,701</u>	
Capital Asset Revolving Fund					
Revolving Land Fund*	-	1,034,863	-	1,034,863	
Facilities*	-	1,024,586	-	1,024,586	
	<u>-</u>	<u>2,059,449</u>	<u>-</u>	<u>2,059,449</u>	
Capital Carry Forwards					
General Carry Forwards	-	-	-	-	
Outside Agencies	21,500	25,000	-	46,500	
	<u>21,500</u>	<u>25,000</u>	<u>-</u>	<u>46,500</u>	
Total Capital	17,714,258	7,608,501	(3,316,133)	22,006,626	
Total Reserves	<u>20,068,785</u>	<u>7,895,507</u>	<u>(3,611,576)</u>	<u>24,352,716</u>	

* Interest Bearing

Note: While deductions within each reserve are accounted for on a cash basis, additions are either transferred as approved by the operating budget or recorded on a cash basis, according to the reserve's policy.

CITY OF ST. ALBERT
SUMMARY OF CURRENT INVESTMENTS
AS OF SEPTEMBER 30, 2003

Purchased Through	Guarantor	Description	Purchased	Maturity	Term (days)	Purchase Value (2)	Rate	Prime Rate (1)	Interest Earned to date
TEMPORARY INVESTMENTS									
General Fund									
Royal Bk.	BA - CIBC	Bankers' Acceptance	28-Jul-03	27-Oct-03	91	5,287,033	2.88%	4.50%	-15,171,588
Treasury Br.	Treasury Br. TDR	Term Deposit	19-Aug-03	17-Nov-03	90	800,000	2.80%	4.75%	-2,233,249
Capital City	Cap City TDR	Term Deposit	28-Aug-03	26-Nov-03	90	5,552,004	2.90%	4.75%	-16,056,259
Treasury Br.	Treasury Br. TDR	Term Deposit	02-Sep-03	01-Dec-03	90	2,151,815	2.78%	4.75%	-5,966,312
Royal Bk.	BA - RBC	Bankers' Acceptance	05-Sep-03	06-Oct-03	31	4,988,400	2.74%	4.75%	-13,633,390
Capital City	Cap City TDR	Term Deposit	15-Sep-03	13-Nov-03	59	3,000,000	2.82%	4.50%	-8,440,762
Capital City	Cap City TDR	Term Deposit	30-Sep-03	30-Oct-03	30	4,985,000	2.78%	4.50%	-13,832,482
Capital City	Cap City TDR	Term Deposit	27-Jul-03	25-Nov-03	121	182,335	2.87%	4.75%	-521,394
Capital City Savings	Capital City Savings	Common Shares				18,104			
						26,964,691			-75,855,436
									20,085,050
									Total Cumulative Interest Earned
									-55,770,386 (3)
									2003 Operating Budget
									851,700
									% of 2003 Operating Budget
									-6548%
Basic Capital									
Capital City	Capital City Savings	Term Deposit	13-Aug-03	14-Oct-03	62	3,246,043	2.93%	4.50%	-9,480,678
Royal Bk.	Plaza Trust	Commercial Paper	14-Aug-03	15-Oct-03	62	1,161,258	2.91%	4.75%	-3,368,615
Treasury Br.	Treasury Branch	Term Deposit	30-Sep-03	30-Oct-03	30	1,997,992	2.68%	5.00%	-5,344,642
						6,405,293			-18,193,935
									Add interest earned on matured investments
									19,853,915
									Total Cumulative Interest Earned
									1,659,980
TOTAL TEMPORARY INVESTMENTS						33,369,984			-54,110,406
LONG TERM INVESTMENTS									
Heritage									
Bell Gouinlock	City of Edmonton	Bond	02-Jan-85	13-Dec-04	7,285	500,000 (2)	12.88%	11.25%	48,168
Bell Gouinlock	City of Edmonton	Bond	17-Dec-85	17-Dec-05	7,305	500,000	11.25%	10.00%	42,072
Pemberton	City of Edmonton	Bond	26-Feb-87	26-Feb-07	7,305	1,000,000	9.25%	9.25%	69,185
						2,000,000			159,425
									Add interest earned on matured investments
									31,697
									Total Cumulative Interest Earned
									191,122
TOTAL LONG TERM INVESTMENTS						2,000,000			191,122
TOTAL INVESTMENTS						35,369,984			-53,919,284

(1) This is the Prime Rate that was in effect at the time the investment was placed.

(2) The purchase value represents the value on which interest is being calculated for these investments. It does not reflect the actual price paid for these investments, which would include premium or discount pricing.

(3) The total cumulative interest earned on consolidated investments represents the interest income earned prior to any required transfers to the reserves.

(4) The three-month Canada Treasury Bill average rate for the quarter was 2.77%, as compared to our actual average rate of return for the quarter, on matured short-term investments, which was 3.03%

**CITY OF ST. ALBERT
SUMMARY OF SIGNIFICANT REVENUE SOURCES
AS OF SEPTEMBER 30, 2003**

	<u>2003</u>			<u>2002</u>		
	Actual To Sept 30, 2003	Annual Budget	%	Actual To Sept 30, 2002	Annual Budget	%
RCMP Fines	\$ 1,310,784	\$ 2,126,000	62%	\$ 987,947	\$ 1,546,500	64%
By-Law Fines	192,580	300,000	64%	243,856	250,000	98%
Ambulance Service	330,126	420,000	79%	330,545	400,000	83%
Inspection Services *	606,296	723,800	84%	693,912	562,000	123%
Land Use Planning	259,591	321,200	81%	225,986	222,300	102%
Compliance Certificates	64,459	78,300	82%	51,895	78,300	66%
Transit System Revenue	1,778,197	2,356,300	75%	1,813,947	2,330,700	78%
	<u>\$ 4,542,033</u>	<u>\$ 6,325,600</u>	72%	<u>\$ 4,348,088</u>	<u>\$ 5,389,800</u>	81%

Notes

- 1 Variances are explained below.
- 2 Analysis does not illustrate associated expenses or net cost of each activity.

Variance Explanations

1 RCMP Fines -

Revenue collected has increased from prior year due to the quicker processing times of the City receiving the revenue as compared to prior year, as well as the implementation of a second photo radar unit, which is also consistent with the increase in budget.

2 By-Law Fines -

Revenue from traffic fines has decreased from prior year due mainly to fewer traffic enforcement officers being on duty because of increased training, thereby taking officers off the street, an increase in sick leave, and a shift in manpower focus in summer months to dog complaints.

3 * Inspection Services (formerly Building Permits, Plumbing & Gas Inspection) -

Revenue collected has decreased from prior year due to unanticipated decreases in development from 2002. As well, the decrease in the percentage of revenue collected is also attributable to increases in the current year budget.

4 Land Use Planning -

The increase in budgeted revenue for 2003 is mainly due to an increase in fees charged effective January 1, 2003. Revenue collected has decreased from prior year due to unanticipated decreases in development from 2002. As well, the decrease in the percentage of revenue collected is also attributable to increases in the current year budget.

5 Compliance Certificates -

Increase in revenue is due to the increase in improvements of developed residential land.

CITY OF ST. ALBERT
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
AS AT SEPTEMBER 30, 2003
(000'S)

	<u>SEPTEMBER 30,</u> <u>2003</u>	<u>* DECEMBER 31,</u> <u>2002</u>
Operations		
Excess of Revenue Over Expenditures	\$ 18,889	\$ 3,853
Net Changes in Non-Cash Items:		
Taxes Receivable	-8,449	314
Trade and Other Receivables	526	-793
Land Held for Resale	0	23
Prepaid Expenses	59	-55
Other Financial Assets	-43	0
Accounts Payable and Accrued Liabilities	-96	446
Deferred Revenue	-987	1,817
Net Cash Provided by Operating Activities	<u>9,899</u>	<u>5,605</u>
Investing		
Net decrease in Long Term Investments	<u>1,035</u>	<u>0</u>
Net Cash Provided by Investing Activities	<u>1,035</u>	<u>0</u>
Financing		
Debenture Debt Issued	600	498
Decrease in Unfunded Liabilities	0	1,208
Repayment of Debenture Debt	-3,760	-3,333
Net Cash Used in Financing Activities	<u>-3,160</u>	<u>-1,627</u>
CHANGE IN CASH AND TEMPORARY INVESTMENTS DURING PERIOD	7,774	3,978
Cash and Temporary Investments at Beginning of Period	<u>29,913</u>	<u>25,935</u>
CASH AND TEMPORARY INVESTMENTS AT END OF PERIOD	<u>\$ 37,687</u>	<u>\$ 29,913</u>

* Comparative Figures are as at December 31, 2002 instead of September 30, 2002, as this is the first quarter that the Statement of Changes in Financial Position has been included in the Quarterly Report.
The figures for September 2003 represent the change between December 31, 2002 and September 30, 2003.

