

## Submission Checklist

### Financial Information Act - Statement of Financial Information

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

a)	<input checked="" type="checkbox"/>	Approval of Statement of Financial Information
b)	<input checked="" type="checkbox"/>	A Management Report signed and dated by the Library Board and Library Director
		An operational statement including:
c)	<input checked="" type="checkbox"/>	i) Statement of Income
	<input checked="" type="checkbox"/>	ii) Statement of Changes in Financial Position, or, if omitted, an explanation in the Notes to the Financial Statements (audited <sup>1</sup> financial statements)
d)	<input checked="" type="checkbox"/>	Statement of assets and liabilities (audited <sup>1</sup> financial statements)
e)	<input checked="" type="checkbox"/>	Schedule of debts (audited <sup>1</sup> financial statements) If there is no debt, or if the information is found elsewhere in the SOFI, an explanation must be provided in the Schedule.
f)	<input checked="" type="checkbox"/>	Schedule of guarantee and indemnity agreements including the names of the entities involved and the amount of money involved. If no agreements, or if the information is found elsewhere in the SOFI, an explanation must be provided in the Schedule.
		Schedule of Remuneration and Expenses, including:
	<input checked="" type="checkbox"/>	i) An alphabetical list of employees (first and last names) earning over \$75,000
	<input checked="" type="checkbox"/>	ii) Total amount of expenses paid to or on behalf of each employee under 75,000
	<input checked="" type="checkbox"/>	iii) If the total wages and expenses differs from the audited financial statements, an explanation is required
g)	<input checked="" type="checkbox"/>	iv) A list, by name and position, of Library Board Members with the amount of any remuneration paid to or on behalf of the member.
	<input checked="" type="checkbox"/>	v) The number of severance agreements started during the fiscal year and the range of months` pay covered by the agreement, in respect of excluded employees. If there are no agreements to report, an explanation is required.
		Schedule of Payments for the Provision of Goods and Services including:
h)	<input checked="" type="checkbox"/>	i) An alphabetical list of suppliers receiving over \$25,000 and a consolidated total for those suppliers receiving less than \$25,000. If the total differs from the Audited Financial Statements, an explanation is required.

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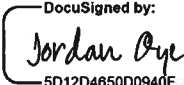
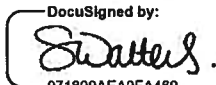
<sup>1</sup> Municipal Libraries and Regional Library Districts must provide audited financial statements as per the *Libraries Act* section 11(2) and 26(2) (a). Audited statements are not required for the SOFI but if available, please include them.

**Board Approval Form****Financial Information Act - Statement of Financial Information**

NAME OF LIBRARY <i>Richmond Public Library</i>		FISCAL YEAR END (YYYY) 2021
LIBRARY ADDRESS 100 – 7700 Minoru Gate		TELEPHONE NUMBER 604-231-6422
CITY Richmond	PROVINCE BC	POSTAL CODE V6Y 1R8
NAME OF THE CHAIRPERSON OF THE LIBRARY BOARD Jordan Oye		TELEPHONE NUMBER 778-828-0967
NAME OF THE LIBRARY DIRECTOR Susan Walters		TELEPHONE NUMBER 604-231-6466

**DECLARATION AND SIGNATURES**

*We, the undersigned, certify that the attached is a correct and true copy of the Statement of Financial Information of the year ended December 31, 2021 for Richmond Public Library as required under Section 2 of the Financial Information Act.*

SIGNATURE OF THE CHAIRPERSON OF THE LIBRARY BOARD*	DATE SIGNED (DD-MM-YYYY)
<small>DocuSigned by:</small>  <small>5D12D4650D0940F...</small>	09-05-2022
SIGNATURE OF THE LIBRARY DIRECTOR	DATE SIGNED (DD-MM-YYYY)
<small>DocuSigned by:</small>  <small>071809AE0FA489...</small>	09-05-2022

**Management Report****Financial Information Act - Statement of Financial Information****Library Name:** Richmond Public Library**Fiscal Year Ended:** December 31, 2021**MANAGEMENT REPORT**

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with Canadian generally accepted accounting principles and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of the Library is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

The external auditors, KPMG, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of Richmond Public Library

**Name. Chairperson of the  
Library Board [Print]**Jordan Oye**Signature,  
Chairperson of the Library  
Board**

DocuSigned by:  
Jordan Oye  
5D42B4050B00000F

**Date  
(MM-DD-YYYY)**05-09-2022**Name,  
Library Director [Print]**Susan Walters**Signature,  
Library Director**

DocuSigned by:  
Susan Walters  
00AE00FA4000000F

**Date  
(MM-DD-YYYY)**05-09-2022

Financial Statements of

**RICHMOND PUBLIC  
LIBRARY BOARD**

And Independent Auditors' Report thereon

Year ended December 31, 2021



KPMG LLP  
PO Box 10426 777 Dunsmuir Street  
Vancouver BC V7Y 1K3  
Canada  
Telephone (604) 691-3000  
Fax (604) 691-3031

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of Richmond Public Library Board

### ***Opinion***

We have audited the financial statements of Richmond Public Library Board (the "Library"), which comprise:

- the statement of financial position as at December 31, 2021
- the statement of operations for the year then ended
- the statement of changes in net financial assets for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Library as at December 31, 2021, and its results of operations, its changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### ***Basis for Opinion***

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the Library in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

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

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

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

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

## ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Library's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Library's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Library to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether these financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*KPMG LLP*

Chartered Professional Accountants

Vancouver, Canada  
March 30, 2022

# RICHMOND PUBLIC LIBRARY BOARD

## Statement of Financial Position

December 31, 2021, with comparative information for 2020

	2021	2020
<b>Financial Assets</b>		
Due from City of Richmond (note 3)	\$ 4,460,829	\$ 3,831,286
Accounts receivable	137,449	96,072
	<u>4,598,278</u>	<u>3,927,358</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities (note 4)	747,538	719,642
Post-employment benefits (note 7)	631,500	571,700
Deferred revenue (note 5)	100,151	124,450
	<u>1,479,189</u>	<u>1,415,792</u>
Net financial assets	3,119,089	2,511,566
<b>Non-Financial Assets</b>		
Tangible capital assets (note 6)	3,057,224	2,862,421
Prepaid expenses	824,223	663,222
	<u>3,881,447</u>	<u>3,525,643</u>
Accumulated surplus (note 8)	\$ 7,000,536	\$ 6,037,209

Commitments (note 15)  
Economic dependence (note 18)

See accompanying notes to financial statements.

Approved on behalf of the Library Board:

DocuSigned by:  
  
660DD16035A7425... Trustee

DocuSigned by:  
  
26266A2F30DD490... Trustee



# RICHMOND PUBLIC LIBRARY BOARD

## Statement of Operations

Year ended December 31, 2021 with comparative information for 2020

	Budget 2021 (notes 2(a) and 17)	2021	2020
Revenue:			
Municipal contribution	\$ 10,290,400	\$ 10,290,350	\$ 10,066,310
Grants (note 9)	376,500	376,528	376,528
Fines and miscellaneous (note 10)	75,800	39,976	70,772
Donations (note 11)	-	58,765	24,577
Investment income (note 12)	18,400	13,534	20,531
Gain on sale of tangible capital assets	-	17,555	6,432
	10,761,100	10,796,708	10,565,150
Expenses:			
Salaries and employee benefits	8,148,800	7,102,396	6,334,633
Amortization	688,200	960,196	1,061,803
Library subscriptions and databases (note 13)	662,200	656,445	640,162
Supplies and equipment services	786,900	277,979	198,002
General and administration	479,700	303,754	364,696
Building, leases and maintenance	294,200	398,504	328,426
Utilities	137,900	134,107	117,741
	11,197,900	9,833,381	9,045,463
Annual surplus (deficit)	(436,800)	963,327	1,519,687
Accumulated surplus, beginning of year	6,037,209	6,037,209	4,517,522
Accumulated surplus, end of year	\$ 5,600,409	\$ 7,000,536	\$ 6,037,209

See accompanying notes to financial statements.

# RICHMOND PUBLIC LIBRARY BOARD

## Statement of Changes in Net Financial Assets

Year ended December 31, 2021, with comparative information for 2020

	Budget 2021 (notes 2(a) and 17)	2021	2020
Annual surplus (deficit)	\$ (436,800)	\$ 963,327	\$ 1,519,687
Acquisition of tangible capital assets	(742,400)	(1,154,999)	(748,168)
Amortization of tangible capital assets	688,200	960,196	1,061,803
Gain on sale of tangible capital assets	-	(17,555)	(6,432)
Proceeds on sale of tangible capital assets	-	17,555	6,433
Increase in prepaid expenses	-	(161,001)	(171,590)
Change in net financial assets	(491,000)	607,523	1,661,733
Net financial assets, beginning of year	2,511,566	2,511,566	849,833
Net financial assets, end of year	\$ 2,020,566	\$ 3,119,089	\$ 2,511,566

See accompanying notes to financial statements.

# RICHMOND PUBLIC LIBRARY BOARD

## Statement of Cash Flows

Year ended December 31, 2021, with comparative information for 2020

	2021	2020
Cash provided by (used in):		
Operations:		
Annual surplus	\$ 963,327	\$ 1,519,687
Items not involving cash:		
Amortization	960,196	1,061,803
Gain on sale of tangible capital assets	(17,556)	(6,432)
Changes in non-cash operating working capital:		
Due from City of Richmond	(629,543)	(1,829,956)
Accounts receivable	(41,377)	1,929
Prepaid expenses	(161,001)	(171,590)
Accounts payable and accrued liabilities	27,896	116,978
Post-employment benefits	59,800	(12,900)
Deferred revenue	(24,299)	62,216
Net change in cash from operating activities	1,137,443	741,735
Capital activities:		
Proceeds on sale of tangible capital assets	17,556	6,433
Acquisition of tangible capital assets	(1,154,999)	(748,168)
Net change in cash from capital activities	(1,137,443)	(741,735)
Net change in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	\$ -	\$ -

See accompanying notes to financial statements.

# RICHMOND PUBLIC LIBRARY BOARD

## Notes to Financial Statements

Year ended December 31, 2021

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### 1. Operations:

The Richmond Public Library Board (the "Library"), which was established in 1976 pursuant to the Library Act of British Columbia (Part 2) as a Municipal Public Library, is responsible for the administration of public libraries in the City of Richmond (the "City"). Funding for the provisions of these services is primarily through an annual contribution from the City. In addition, revenue is received from provincial government grants, library fees, donations and other miscellaneous sources. The Library is a registered charity under provisions of the Income Tax Act (Canada) and is not a taxable entity. The Library receives accounting services from, and operates primarily in facilities provided free of charge by, the City.

In March of 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization and continues to have an impact. This has resulted in Canadian and Provincial governments enacting emergency measures to combat the spread of the virus. The economic situation is dynamic and the ultimate duration and magnitude of the impact on the economy and to the Library is not fully known at this time. Management will continue to monitor the on-going financial impact on the Library, and adjust its operations as required to ensure its ability to fulfill its obligations and continue operations.

### 2. Significant accounting policies:

The accounting policies of the Library conform to Canadian Public Sector Accounting Standards and include the following specific policies:

#### (a) Budget data:

The budget data presented in these financial statements is based on the 2021 budget approved by the Board of Trustees (the "Board") on October 28, 2020. Note 17 reconciles the approved budget to the budget figures reported in these financial statements.

#### (b) Use of estimates:

The preparation of the financial statements 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 dates of the financial statements and the reported amounts of revenue and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the valuation of employee future benefits obligations. Actual results could differ from those estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in surplus in the year in which they become known.

#### (c) Deferred revenue:

The Library records the receipt of restricted donations as deferred revenue and recognizes the revenue in the year in which related expenses are incurred.

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 2. Significant accounting policies (continued):

### (d) 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.

### (e) Tangible capital assets:

Tangible capital assets are initially recorded at cost, which includes amounts that are directly attributable to acquisition, construction, development, or betterment of the asset. The cost, less estimated residual value, of the tangible capital assets, is amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Rate
Library collections	4 - 20 years
Furniture and fixtures	10 - 20 years
Equipment	5 - 10 years

Amortization is charged over the asset's useful life commencing when the asset is available for use.

### (f) Donations of tangible capital assets:

Tangible capital assets received as donations are recorded at their fair value at the date of receipt and also are recorded as revenue.

### (g) Works of art, and cultural and historical assets:

Works of art and cultural and historical assets are not recorded as assets in the financial statements.

### (h) Functional and object reporting:

The operations of the Library are comprised of a single function, Library operations. As a result, the expenses of the Library are presented by object in the statement of operations.

### (i) Employee future benefits:

The Library and its employees make contributions to the Municipal Pension Plan (the "Plan"). These contributions are expensed as incurred.

Sick leave and post-employment benefits are available to the Library's employees. The costs of these benefits are actuarially determined based on service and best estimates of retirement ages and expected future salary and wage increases. The liabilities under these benefits plans are accrued based on projected benefits as the employees render services necessary to earn the future benefits (note 7).

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

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## 2. Significant accounting policies (continued):

### (j) Government transfers:

Restricted transfers from government are deferred and are recognized as revenue in the year in which the related expenditures are incurred or the stipulations in the related agreement are met. Unrestricted transfers are recognized as revenue when received or if the amount to be received can be reasonably assured.

### (k) Library subscriptions and databases:

Library subscriptions and databases not owned by the Library or that have useful lives that are less than one operating cycle are recorded as an expense when incurred.

## 3. Due from City of Richmond:

Amounts due from the City are comprised of transactions arising throughout the year and amounts held in the City's bank account on behalf of the Library. The amounts are unsecured, non-interest bearing and have no specific terms of repayment. These transactions are recorded at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

## 3. Accounts payable and accrued liabilities:

	2021	2020
Accounts payable	\$ 286,360	\$ 200,778
Accrued liabilities	16,428	13,695
Accrued payroll liabilities	444,750	505,169
	<u>\$ 747,538</u>	<u>\$ 719,642</u>

## 4. Deferred revenue:

	2021	2020
Balance, beginning of year	\$ 124,450	\$ 62,234
Contributions	33,830	86,700
Revenue recognized as donations revenue	(58,129)	(24,484)
Balance, end of year	<u>\$ 100,151</u>	<u>\$ 124,450</u>

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 6. Tangible capital assets:

<b>Cost</b>	Balance at December 31, 2020	Additions	Disposals	Balance at December 31, 2021
Library collections	\$ 6,481,561	\$ 621,684	\$ (390,240)	\$ 6,713,005
Furniture and fixtures	1,394,013	43,967	-	1,437,980
Equipment	2,070,394	489,348	-	2,559,742
	<b>\$ 9,945,968</b>	<b>\$ 1,154,999</b>	<b>\$ (390,240)</b>	<b>\$ 10,710,727</b>

<b>Accumulated amortization</b>	Balance at December 31, 2020	Amortization	Disposals	Balance at December 31, 2021
Library collections	\$ 4,445,690	\$ 812,875	\$ (390,240)	\$ 4,868,325
Furniture and fixtures	876,652	26,022	-	902,674
Equipment	1,761,205	121,299	-	1,882,504
	<b>\$ 7,083,547</b>	<b>\$ 960,196</b>	<b>\$ (390,240)</b>	<b>\$7,653,503</b>

<b>Net book value</b>	Balance at December 31, 2021	Balance at December 31, 2020
Library collections	\$ 1,844,680	\$ 2,035,871
Furniture and fixtures	535,306	517,361
Equipment	677,238	309,189
	<b>\$ 3,057,224</b>	<b>\$ 2,862,421</b>

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 7. Post-employment benefits:

The Library provides certain post-employment benefits, compensated absences and termination benefits to its employees. These benefits include accumulated non-vested sick leave and post-employment benefits.

Details of the accrued employee future benefit liability are as follows:

	2021	2020
Balance, beginning of year	\$ 618,000	\$ 638,000
Current service cost	50,200	47,000
Interest cost	12,700	15,300
Past service cost	20,200	-
Benefits paid	(25,700)	(74,600)
Actuarial gain	(58,900)	(7,700)
Balance, end of year	\$ 616,500	\$ 618,000

An actuarial valuation for these benefits was performed to determine the Library's accrued benefit obligation as at December 31, 2019 and has been extrapolated by the actuary to December 31, 2021. The unamortized actuarial gain (loss) is being amortized over a period equal to the employees' average remaining service lifetime of 11 years.

	2021	2020
Actuarial benefit obligation:		
Accrued liability, end of year	\$ 616,500	\$ 618,000
Unamortized net actuarial gain (loss)	15,000	(46,300)
Balance, end of year	\$ 631,500	\$ 571,700

Actuarial assumptions used to determine the Library's accrued benefit obligation are as follows:

	2021	2020
Discount rate	2.40%	2.00%
Expected future inflation rate	2.00%	2.00%
Expected wage and salary increases	2.50 % to 3.00%	2.50% to 3.00%



# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 8. Accumulated surplus:

	2021	2020
Operating:		
Appropriated surplus:		
Capital expenditures	\$ 612,046	\$ 480,723
Library Enhancement	1,292,581	-
IT Infrastructure	231,000	-
Budget stabilization	200,000	300,000
Future capital acquisitions	155,028	137,472
Library operations	33,401	33,401
Future salary and benefit obligations	83,003	83,003
Total appropriated surplus	2,607,059	1,034,599
Surplus	1,336,253	2,140,189
Invested in tangible capital assets	3,057,224	2,862,421
	\$ 7,000,536	\$ 6,037,209

During the year ended December 31, 2021, the Board approved the transfers from the surplus of \$1,292,581 to Library Enhancement (2020 - nil) and \$231,000 to IT infrastructure (2020 - nil).

## 9. Grants:

	2021	2020
Provincial Revenue Sharing Grant (a)	\$ 352,990	\$ 352,990
One Card Grant (b)	16,664	16,664
British Columbia Equity Grant (c)	4,500	4,500
Resource Sharing Grants (d)	2,374	2,374
	\$ 376,528	\$ 376,528

(a) Provincial Revenue Sharing Grant is funded by the Libraries Branch of the Ministry of Education of the Province of British Columbia.

(b) The One Card Grant is provided by the Libraries Branch of the Ministry of Education of the Province of British Columbia to ensure that every British Columbian with a valid library card has complete access to all public libraries within the province, and that every school-age child in Richmond is given their own library card so that they may take full advantage of the library's resources.

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

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## 9. Grants (Continued):

- (c) British Columbia Equity Grant is awarded by the Libraries Branch of the Ministry of Education of the Province of British Columbia to support the Library in its role in fostering literacy and life-long learning in our community through the purchase of additional library materials in the area of literacy and English as a Second Language.
- (d) Resource Sharing Grants are annual grants are provided to BC public libraries to encourage their participation in the province-wide inter library loan system.

## 10. Fines and miscellaneous:

	2021	2020
Book fines	\$ 4,496	\$ 31,059
Photocopy and printer revenue	16,568	12,779
Miscellaneous and InterLINK revenue	18,912	26,934
	<u>\$ 39,976</u>	<u>\$ 70,772</u>

## 11. Donations:

Donations revenue is a combination of unrestricted donations received in the year and the recognition of restricted donations relating to expenses incurred in the year.

	2021	2020
Province of BC	\$ 38,538	-
Friends of the Library	1,822	17,664
Other	18,405	6,913
	<u>\$ 58,765</u>	<u>\$ 24,577</u>

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 12. Investment income:

The Library has endowment funds administered by the Vancouver Foundation and Richmond Community Foundation. Under the terms of the related agreements, the Vancouver Foundation and Richmond Community Foundation will retain, invest, and disburse income on the endowment funds. The Library receives the net income generated from each fund after deduction of administrative costs. The endowment funds are not reflected in these financial statements.

### (a) Richmond Public Library Endowment Fund administered by Vancouver Foundation:

The fund was established in 1994 and the contributed capital in the fund amounts to \$282,900 at December 31, 2021 (2020 - \$282,900). The balance is comprised of donations from Friends of the Library (\$156,000), Vancouver Foundation's matching program (\$75,000), and other donors (\$51,900).

As at December 31, 2021, the fair value of the capital in the fund amounted to \$427,219 (2020 - \$395,876).

Under the terms of the agreement, the Library is entitled to withdraw only the investment income generated from the fund. Investment income for the year ended December 31, 2021 was \$11,074 (2020 - \$14,765) and is presented as investment income on the statement of operations.

### (b) Richmond Public Library Permanent Agency Endowment Fund administered by the Richmond Community Foundation:

The fund was established in 2010 and the contributed capital in the fund amounts to \$151,284 at December 31, 2021 (2020 - \$145,518). The balance is comprised of donations from Friends of the Library of \$54,000 (2020 - \$54,000) and other donors of \$91,518 (2020 - \$91,518).

As at December 31, 2021, the fair value of the capital in the fund amounted to \$189,439 (2020 - \$168,144).

Under the terms of the agreement, the Library is entitled to withdraw only the investment income generated from the fund. Investment income for the year ended December 31, 2021 was reinvested into the Endowment Fund's capital (2020 - \$5,766).

## 13. Library subscriptions and databases:

	2021	2020
Digital books and multimedia	\$ 508,447	\$ 483,557
Databases, newspapers and magazines	147,998	156,605
	<u>\$ 656,445</u>	<u>\$ 640,162</u>

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

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## 14. Pension plan:

The Library and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The Board of Trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2020, the plan has about 220,000 active members and approximately 112,000 retired members. Active members include approximately 42,000 contributors from local governments.

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

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

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

The Library paid \$538,561 (2020 - \$457,463) for employer contributions while employees contributed \$477,941 (2020 - \$408,866) to the plan in fiscal 2021.

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

## 15. Commitments:

The Library has committed to operating lease payments for the Ironwood and Cambie Branch premises, with minimum annual lease payments as follows:

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2022	\$ 301,059
2023	288,013
2024	101,129
2025	15,544

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## 16. Contractual rights:

The Library has a longstanding agreement with InterLINK, entitling them to compensation subject to net circulation services to non-residents. The compensation varies from year to year.

# RICHMOND PUBLIC LIBRARY BOARD

Notes to Financial Statements (continued)

Year ended December 31, 2021

## 17. Budget data:

The budget data presented in these financial statements is based on the 2021 budget approved by the Board of Trustees on October 28, 2020. The table below reconciles the approved budget to the budget figures reported in these financial statements.

	Board Approved Budget	Financial Statement Budget
Revenue:		
Operating budget	\$ 10,761,100	\$ 10,761,100
Expenses:		
Operating budget	(10,509,700)	(10,509,700)
Less: Transfer from Surplus	(391,000)	-
Less: Transfer from Budget Stabilization	(100,000)	-
Less: Acquisition of tangible capital assets	(742,400)	
Less: Amortization of tangible capital assets		(688,200)
Annual deficit	\$ -	\$ (436,800)

## 18. Economic dependence:

The Library is economically dependent on receiving funding from the City.

# RICHMOND PUBLIC LIBRARY BOARD

## Unaudited Statement of Operations by Fund

Year ended December 31, 2021

	2021			2020		
	Operating	Capital	Total	Operating	Capital	Total
Revenue:						
Municipal contribution	\$ 9,547,950	\$ 742,400	\$ 10,290,350	\$ 9,173,910	\$ 892,400	\$ 10,066,310
Grants	376,528	-	376,528	376,528	-	376,528
Fines and miscellaneous	39,976	-	39,976	70,772	-	70,772
Donations	58,765	-	58,765	24,577	-	24,577
Investment income	13,534	-	13,534	20,531	-	20,531
Gain on sale of tangible capital assets		17,555	17,555	-	6,432	6,432
	10,036,753	759,955	10,796,708	9,666,268	898,832	10,565,150
Expenses:						
Salaries and employee benefits	7,102,396	-	7,102,396	6,334,633	-	6,334,633
Amortization	-	960,196	960,196	-	1,061,803	1,061,803
Library subscriptions and databases	656,445	-	656,445	640,162	-	640,162
Supplies and equipment services	277,979	-	277,979	198,002	-	198,002
General and administration	303,754	-	303,754	364,696	-	364,696
Building, leases and maintenance	398,504	-	398,504	328,426	-	328,426
Utilities	134,107	-	134,107	117,741	-	117,741
	8,873,185	960,196	9,833,381	7,983,660	1,061,803	9,045,463
Annual surplus (deficit)	1,163,568	(200,241)	963,327	1,682,658	(162,971)	1,519,687
Accumulated surplus, beginning of year	2,420,187	3,617,022	6,037,209	737,529	3,779,993	4,517,522
Accumulated surplus, end of year	\$ 3,583,755	\$ 3,416,781	\$ 7,000,536	\$ 2,420,187	\$ 3,617,022	\$ 6,037,209

**Schedule of Debt**

**Financial Information Act - Statement of Financial Information**

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

The **Richmond Public Library** has no long term debt.

Schedule of Guarantee and Indemnity

Financial Information Act - Statement of Financial Information

Library Name: Richmond Public Library

Fiscal Year Ended: December 31, 2021

**Richmond Public Library** has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.



## Schedule of Remuneration and Expenses

### Financial Information Act - Statement of Financial Information

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

**Table 1 – Total Remuneration & Total Expenses**

	<b>Total Remuneration (Wages/Salaries)</b>	<b>Total Expenses (Reimbursement for Conferences/Mileage etc.)</b>
<b>Board Members</b>		
1) Oye, Jordan (Chair)	\$	\$
2) Liu, Caty (Vice Chair)	\$	\$ 68
3) McPhail, Linda (Councillor)	\$	\$
4) Cousar, Diane	\$	\$ 20
5) Gillanders, Chaslynn	\$	\$
6) Hui, Denise	\$	\$ 251
7) Lemon, Danielle	\$	\$
8) Leung, Robin	\$	\$ 20
9) Merhi, Sherine	\$	\$ 319
<b>Total Board Members</b>	<b>\$</b>	<b>\$ 678</b>

<b>Detailed Employees Exceeding \$75,000</b>		
1) Adams, Kate	\$ 87,263	\$ 25
2) Bechard, Anne	\$ 121,591	\$ 1,453
3) Beecroft, Chad	\$ 85,701	\$
4) Chi, Allen	\$ 88,258	\$
5) Ellis, J. Mark	\$ 111,035	\$
6) Galeano Garcia, Ariana	\$ 84,223	\$ 96
7) Griffin, Serena	\$ 76,757	\$
8) He, Ping	\$ 91,031	\$
9) Ho, Cindy	\$ 80,117	\$ 96
10) Jang, So Wan Wendy	\$ 94,183	\$
11) Lai, Victor	\$ 101,475	\$ 2,261
12) Lee, Iris	\$ 121,262	\$ 1,612
13) Lo, Dennis	\$ 81,706	\$
14) Rahman, Shaneena	\$ 119,020	\$ 1,358
15) Vokey, Stephanie	\$ 91,961	
16) Walters, Susan	\$ 181,688	\$ 2,123
17) Zhang, Ying	\$ 77,741	\$
<b>Total Detailed Employees Exceeding \$75,000</b>	<b>\$1,695,012</b>	<b>\$9,024</b>

Total Employees Equal to or Less Than \$75,000	\$4,051,262	\$ 1,453
Consolidated Total* (Sum of column)	\$5,746,274	\$10,477

**Table 2 – Total Employer Premium to Receiver General for Canada**

Total Employer Premium for Canada Pension Plan and Employment Insurance	DO NOT USE	\$394,095
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\* A Reconciliation to the financial statements is required, and any variance must be explained.

\* The Total Remuneration column and the Total Expenses Column **MUST REMAIN SEPARATE** throughout the form.

Total Remuneration Per Schedule of Remuneration and Expenses	5,746,274
Add Net Taxable Benefits & Non-compensation Payments to Employees	1,437,293
Accruals and timing differences	-81,171
<b>Total Salaries and Benefits per financial statement</b>	<b>7,102,396</b>

**Reconciliation of Remuneration and Expenses**

<b>Total Remuneration</b>		<b>\$ 0</b>
<b>Reconciling Items</b>		
	Item 1	\$ 0
	Item 2	\$ 0
	Item 3	\$ 0
	Item 4	\$ 0
<b>Total Per Statement of Revenue and Expenditure</b>		<b>\$ 0</b>
<b>Variance*</b>		<b>\$ 0</b>

**Statement of Severance Agreements**

**Financial Information Act - Statement of Financial Information**

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

There were no severance agreements made between Richmond Public Library and its non-unionized employees during fiscal year 2021.

**Schedule of Changes in Financial Position**

**Financial Information Act - Statement of Financial Information**

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

A Statement of Changes in Financial Position has not been prepared because this information is provided in the Financial Statements.

**9dsSchedule of Payments Made For the Provision of Goods and Services**

**Financial Information Act - Statement of Financial Information**

**Library Name:** Richmond Public Library

**Fiscal Year Ended:** December 31, 2021

<b>Name of Individual, Firm or Corporation</b>	<b>Total Amount Paid During Fiscal Year</b>
1) Receiver General of Canada	\$ 1,507,724
2) Municipal Pension Fund	\$ 1,009,901
3) Library Bound Inc.	\$ 553,550
4) Overdrive Books	\$ 537,246
5) Lyngsoe Systems Inc.	\$ 271,395
6) Ironwood Developments Ltd.	\$ 186,275
7) Bibliotheca Canada Inc.	\$ 179,128
8) CVS Midwest Tape	\$ 118,690
9) Innovative Interfaces Inc.	\$ 101,509
10) BC Hydro	\$ 96,472
11) Dorset Realty Group	\$ 93,418
12) BC Libraries Cooperative	\$ 83,136
13) Province of BC	\$ 64,749
14) Nutech Facility Services Ltd.	\$ 60,658
15) Bibliocommons Corp.	\$ 38,318
16) Public Library Interlink	\$ 35,402
17) Telus Communications Inc	\$ 30,864
18) Convergent Library Technologies Inc.	\$ 27,120
<b>Total (Suppliers with payments exceeding \$25,000)</b>	<b>\$ 4,995,555</b>
<b>Total (Suppliers where payments are \$25,000 or less)</b>	<b>\$ 539,144</b>
<b>Consolidated Total</b>	<b>\$5,534,699</b>

**Reconciliation of Goods and Services**

<b>Total of Suppliers with Payments Exceeding \$25,000</b>		<b>\$ 4,995,555</b>
<b>Consolidated Total of Supplier Payments of \$25,000 or Less</b>		<b>\$ 539,144</b>
<b>Reconciling Items</b>		
	Salaries per schedule of remuneration and expenses	\$ 5,746,274
	Other benefits premiums / retroactive payment	\$ 257,953
	Amortization	\$960,196
	Tangible Capital Assets Additions	<b>-\$1,154,999</b>
	Income Tax	<b>-\$842,633</b>
	Municipal Pension Fund (Employee's portion)	<b>-\$446,068</b>
	CPP / EI (Employee's portion)	<b>-\$270,995</b>
	Prepaid Expenses items including e-book materials	<b>-\$161,001</b>
	Increase in accounts payable	\$85,582
	Public Works Labour	\$53,295
	Janitorial supplies (provided by the City of Richmond)	\$44,681
	Vehicle Charges & foreign exchange	\$17,324
	Insurance (managed by City of Richmond)	\$14,100
	Water and sewer expense	\$2,182
	Others	<b>-\$7,209</b>
<b>Total Per Statement of Revenue and Expenditure</b>		<b>\$9,833,381</b>
<b>Variance*</b>		<b>\$ 0</b>