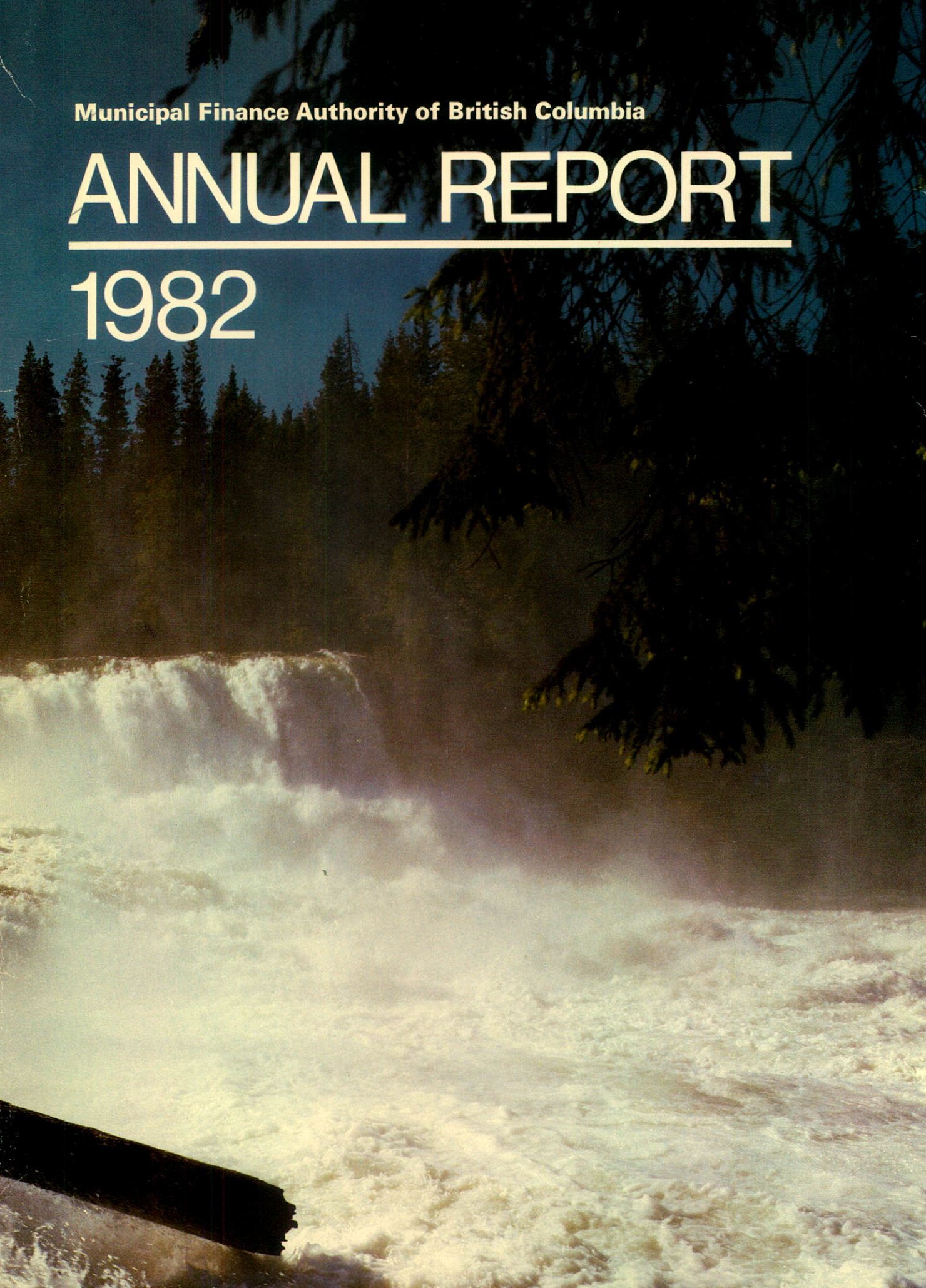


Municipal Finance Authority of British Columbia

ANNUAL REPORT

1982



Municipal Finance Authority of British Columbia

714 INTERNATIONAL HOUSE, 880 DOUGLAS STREET, VICTORIA, B.C. V8W 2B7

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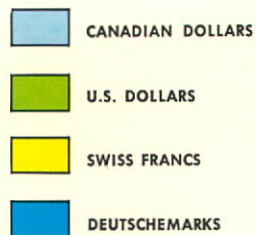
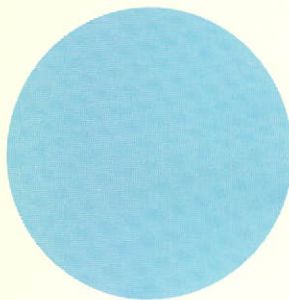


Beach North of Skidegate Mission, Queen Charlotte Islands *Courtesy Tourism B.C.*

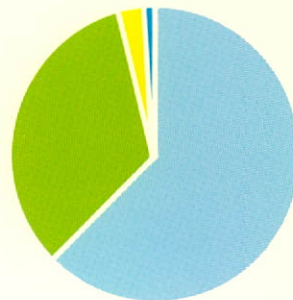
Annual Statement Highlights

	MILLIONS OF DOLLARS	
	DECEMBER 31 1982	DECEMBER 31 1981
Total assets — combined funds	1078	900
Loans to Regional Districts outstanding	940	787
Long-term debt outstanding (net of sinking funds)	950	793
Investments (including sinking funds)	78	62
Number of Regional and Water Districts participating	29	29
Number of Municipalities participating	132	131

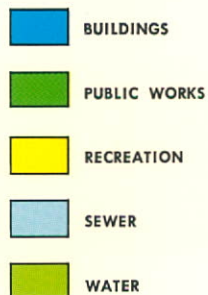
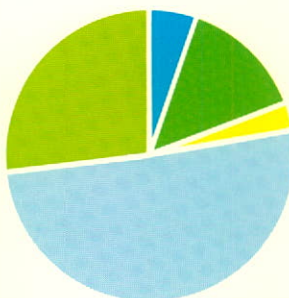
NEW LONG-TERM DEBT ISSUED IN 1982 —
BY CURRENCY OF PAYMENT



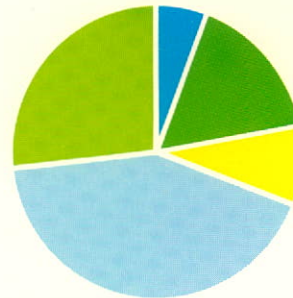
LONG-TERM DEBT OUTSTANDING AT DECEMBER 31, 1982 —
BY CURRENCY OF PAYMENT



NEW LOANS TO REGIONAL DISTRICTS IN 1982 —
BY PURPOSE



TOTAL LOANS TO REGIONAL DISTRICTS 1971-1982 —
BY PURPOSE



Members and Officers — 1982

MEMBER

Mayor P. Reitsma
 Director G. E. McFee
 Mayor N. L. Sealey
 Mayor R. G. Marks
 Director T. Norton
 Alderman R. H. Easingwood
 Alderman G. E. MacNeill
 Alderman J. H. Stuart
 Director D. Crandall
 Director K. Hudson
 Director G. Giles
 Alderman A. Pelton
 Alderman S. Wilson
 Alderman F. H. Bryant
 Alderman G. McKnight
 Mayor M. S. Evers
 Alderman A. H. Emmott
 Mayor D. Humphreys
 Mayor J. E. Loucks
 Mayor D. A. Ross
 Alderman V. C. Jolliffe
 Mayor I. Muzzin
 Mayor G. Popovich
 Director P. D. Smith
 Mayor N. R. P. Duke
 Director D. R. McDougall
 Alderman R. Petrick
 Director L. Emmonds
 Mayor P. J. Lester
 Director R. D. Cumming
 Director D. Hunter
 Director H. A. George

REGIONAL DISTRICT

Alberni-Clayoquot Regional District
Bulkley-Nechako Regional District
Capital Regional District
Cariboo Regional District
Central Coast Regional District
Central Fraser Valley Regional District
Central Kootenay Regional District
Central Okanagan Regional District
Columbia-Shuswap Regional District
Comox-Strathcona Regional District
Cowichan Valley Regional District
Dewdney-Alouette Regional District
East Kootenay Regional District
Fraser-Cheam Regional District
Fraser-Fort George Regional District
Greater Vancouver Regional District
Greater Vancouver Regional District
Greater Vancouver Regional District
Greater Vancouver Regional District
Greater Vancouver Regional District
Kitimat-Stikine Regional District
Kootenay Boundary Regional District
Mount Waddington Regional District
Nanaimo Regional District
North Okanagan Regional District
Okanagan-Similkameen Regional District
Peace River-Liard Regional District
Powell River Regional District
Skeena-Queen Charlotte Regional District
Squamish-Lillooet Regional District
Sunshine Coast Regional District
Thompson-Nicola Regional District

BOARD OF TRUSTEES

Alderman J. H. Stuart, CHAIRMAN
 Director R. D. Cumming
 Mayor M. S. Evers
 Mayor R. G. Marks
 Mayor D. A. Ross
 Mayor N. L. Sealey
 Director P. D. Smith

OFFICERS

CHAIRMAN:
 Alderman J. H. Stuart
 ACTING CHAIRMAN:
 Mayor M. S. Evers
 SECRETARY-TREASURER:
 D. N. Wilson, F.C.I.S.
 DEPUTY SECRETARY-TREASURER:
 W. C. Greer

AUDITORS

PEAT, MARWICK, MITCHELL & CO.
 VANCOUVER, B.C.
 SOLICITORS: BOND COUNSEL
 FARRIS, VAUGHAN, WILLS & MURPHY
 VANCOUVER, B.C.
 SOLICITORS: GENERAL COUNSEL
 COX, TAYLOR, BRYANT
 VICTORIA, B.C.

Chairman's Report — 1982

TO THE MEMBERS OF THE MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA



Alderman James H. Stuart
CHAIRMAN

I am pleased to submit the thirteenth annual report of the Municipal Finance Authority of British Columbia.

During 1982, the Authority was required to raise more funds than in any one of its previous twelve years. It was a year during which we saw a breakthrough in the continuing fight against inflation and, as a result, drops in interest rates of four percent for long-term borrowings and over five percent for short-term borrowings. The recession in North America, which had begun in 1981, deepened in 1982 to a level not seen since the great depression of the 1930's. Regional districts and municipalities in British Columbia were subject to more stringent restraint measures than any I have seen in my twenty years of public life.

Throughout this most difficult year, both the Municipal Finance Authority and its member regional districts met the financial challenge head-on. No problems occurred in respect of our obligations to investors and, to the best of my knowledge, no regional district or municipality in British Columbia faced financial difficulty at the end of the year. In my view, the measures taken by the regional boards and municipal

councils to meet the economic difficulties of 1982 were indeed a sign of strong fiscal responsibility.

In my last annual report I noted that, due to the current volatile nature of capital markets, members of the Authority should be prepared to meet at irregular intervals in order to review and approve requests for new capital funds. At the end of 1981, analysts were forecasting a decline in interest rates early in 1982 followed by an upswing in the spring. On the strength of that information, a meeting of the Authority was held on January 14th in Richmond, B.C. Requests for financing totalling \$46.35 million were approved; the Trustees then awaited the forecasted improvement in interest rates. By mid-March little improvement in rates had materialized, and additional requests for financing of \$31.75 million were approved at the annual meeting. To the total of new capital requirements of \$78.1 million, the Trustees added \$24.5 million in order to roll over Euro-Canadian dollar issues #10 and #15, originally floated in 1974 and 1975. Following the annual meeting, interest rates improved a little and then turned upward as a result of confusion over the trend of the recession. By June,

it was evident that financing could not be secured at a level satisfactory to the Trustees, and interim financing, denominated in U.S. dollars, was secured. This permitted us to distribute funds to the regional districts and to meet the Eurobond maturities on June 30th. The interim financing was secured in U.S. dollars in order to permit a long-term U.S. dollar financing should that market have been the most desirable. Uncertainty as to the trend of interest rates and the duration of the recession continued into July. On July 20th, the Trustees decided to issue in the Canadian domestic market offering \$102.6 million of 16¾% debentures due June 30, 1987 at a price of \$99.75 to yield 16.8% to the investor. As on previous occasions, the Provincial government and its agencies supported the Authority by purchasing \$25 million of the debentures at issue price.

When it was finally executed, the issue was managed relatively easily. The price was right at the time and the bonds were well placed. On the other hand, the Trustees' deliberations on this issue (commencing in January and continuing through to July) were much more difficult than normal. In addition to the record gestation period, the issue also involved roll-over considerations, an interim bank loan in U.S. dollars and a short first interest payment period on the debentures. Finally, you will be interested to learn that as a result of the interim financing having been denominated in U.S. dollars, a foreign exchange gain of \$900,000 was realized in the process. In addition, commissions amounting to \$187,500 were saved on the securities purchased by the Provincial government. Both the exchange gain and the commission savings were passed along to the borrowers in the issue who will pay interest on their loans at a rate of 15½% per annum for the first five years.

In mid-August, the long-awaited downturn in interest rates commenced and, by mid-September, rates had fallen by one and one-half percent. When we met in Vancouver on September 21st, the downtrend in rates was continuing, however, there was speculation that rates, having fallen so fast, would go through a period of correction and at least level off, if not turn upward again. Immediately following the members approval of the financing requests, the Trustees authorized a public issue in the Canadian domestic bond

market of \$100 million 13⅝% bonds due October 27, 1988 at par. Proceeds of the issue were reloaned on October 27th on a sinking fund basis with interest payable at a rate of 12½% per annum for the first six years. This was the third issue around one hundred million dollars floated by the Authority in the Canadian domestic market in less than eighteen months. With each issue, the bonds have received a wider distribution and been more actively traded. As a result, we continued to improve our comparative cost of funds to that of the Government of Canada or Ontario Hydro. The yield to the investor on this issue was about ¼ of 1% higher than the then current yield for equivalent maturities of Ontario Hydro bonds.

At the end of the year the total of long-term debt outstanding was \$979.5 million. In terms of currency exposure, the total breaks down as follows: Canadian \$614.6 million or 62.7%, U.S. \$325.2 million or 33.2%, Swiss francs \$37.2 million or 3.8%, and Deutschmarks \$2.5 million or 0.3%. We have come a long way since the end of 1976 when the total of long-term debt outstanding was \$312 million, 63.9% of which was denominated in U.S. dollars.

In previous reports I have mentioned that, as the number and value of our financings expand, there is a corresponding increase in the debt service and cash management responsibilities of the Authority. During 1982, payments of principal and interest in excess of \$123 million were received from the regional districts and municipalities. At the end of the year the total of investments managed was \$78.2 million. These investments were made on behalf of the Debt Reserve Fund — \$21 million, and the sinking and related debt servicing funds — \$57.2 million. Interest earnings in 1982 totalled \$9,370,492. Interest earnings on deposits in the Debt Reserve Fund were at a rate of 15.15% approximately. A rate of return on investments of the sinking and related debt servicing funds is not available since a large part of the investments in these funds consists of obligations of the Authority which receive a slightly different accounting treatment. The types of investments which may be held by the Authority are regulated by the Municipal Finance Authority Act. At December 31, 1982, the portfolio consisted of \$4.9 million of securities of or guaranteed by the Government of Canada, \$12 million of securi-

ties of or guaranteed by Provincial governments, \$33.4 million of securities of or guaranteed by Canadian chartered banks, \$0.7 million of securities of B.C. credit unions, \$1.8 million of securities issued directly by B.C. municipalities, regional districts or water and sewer districts and \$25.4 million of obligations of the Municipal Finance Authority of British Columbia.

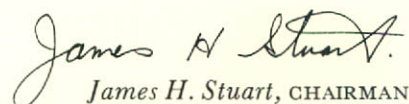
The year 1982 marked a milestone in the history of the Municipal Finance Authority of British Columbia. The combined total assets of the Authority passed the one billion dollar mark. The total of all funds processed during the year exceeded \$483 million and we completed the first two "rollover" financings in our history. The combined assets have grown by an average of over 20% per year during the past three years. It is obvious that we will continue to grow and, in addition, we will face more "rollovers" in 1985, 1986, 1987 and 1988. We have operated under the same legal and administrative structure since the inception of the Authority in 1970. The provisions of the present legislation need to be reviewed and updated. Likewise, the present administrative organization requires improvement. We must look ahead to better and more sophisticated bond facilities and to such matters as the electronic transfer of funds and central bond registrations. These concerns and the multitude of items which they affect will require the attention of the Board of Trustees over the next few years. In my judgement, the structure and administration of the Authority must respond to its growth.

As I indicated earlier in this report, 1982 was not a particularly easy year for the Board of Trustees. We met on fifteen occasions and many of the decisions we had to make were difficult and required considerable time and discussion. Two members of the 1982 Board of Trustees will not be returning to the Authority this year. Mayor Norma Sealey (Capital Regional District) was a Trustee in 1981 and 1982. She played an active role during two most difficult years. Mayor Muni Evers (Greater Vancouver Regional District) has retired from public office. He has served as a member of the Authority continuously since March 1971. In September, 1973, he became a member of the Board of Trustees and in 1977 was first elected as Acting Chairman of the Authority. In all, Mayor

Evers has given a record-setting twelve years of continuous service to the Municipal Finance Authority, including ten years as a Trustee and six years as Acting Chairman. He gave unstintingly of his time and his many contributions to the success of the Authority deserve recognition.

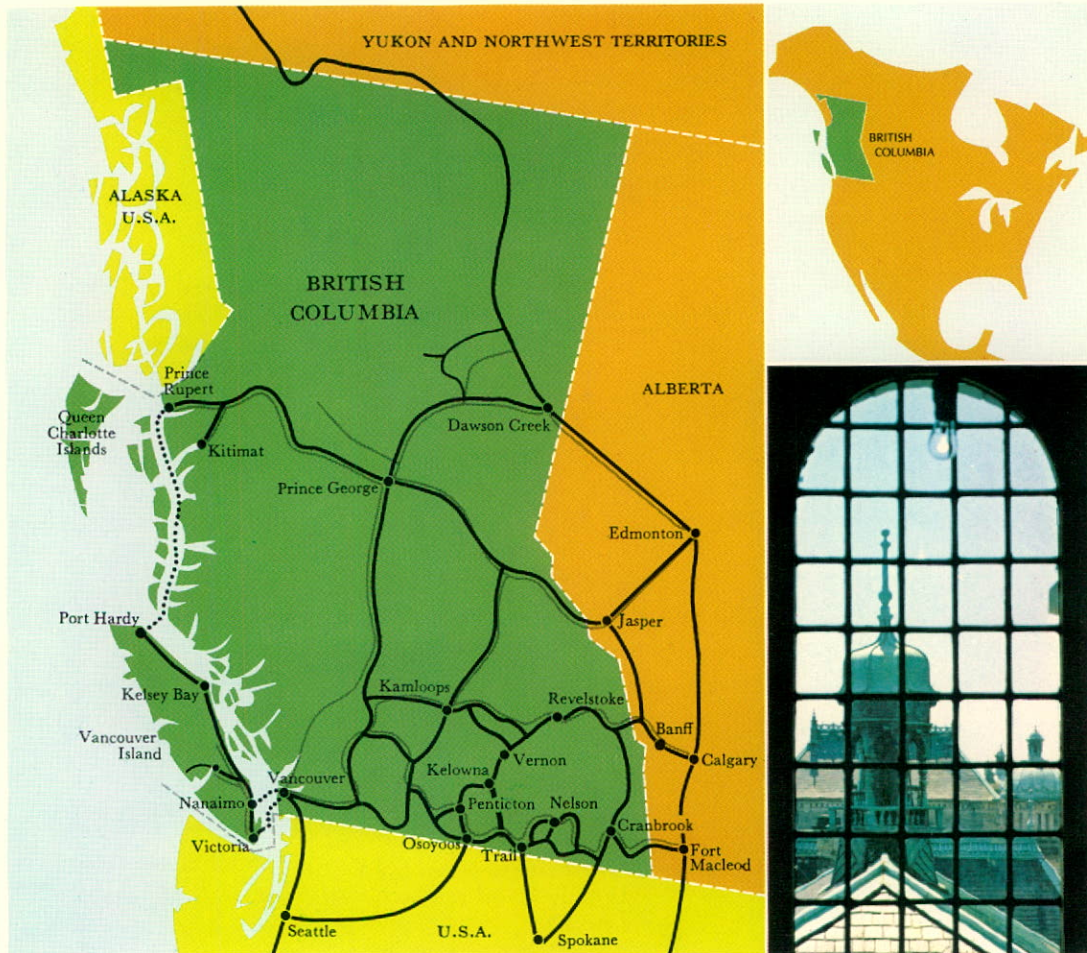
During the latter part of 1982, we saw interest rates decline dramatically. Commencing in December and during the first six weeks of 1983, the trend in rates reversed itself, and then resumed its downward path. The climate for lower rates seems to be favourable, however, there have also been signs that economic recovery might begin in 1983. I believe we would all like to see both events take place. I am concerned, however, that a stronger than expected recovery combined with large Federal Government deficit financings might push interest rates upward again. I certainly hope not. A repeat of the high levels of interest rates we have experienced over the past three years is the last thing we need.

In conclusion, I would like to thank the members of staff for their admirable performance in 1982. In addition, thanks must also be extended to the personnel of the Ministries of Municipal Affairs and Finance for their help and co-operation. As I have often reported to you in the past, the co-operation which exists between our staff and Ministry personnel is an integral part of the success of the Municipal Finance Authority.


James H. Stuart, CHAIRMAN



Diamond Head, Garibaldi Park *Courtesy Tourism B.C.*



“The object of the authority is to provide financing of capital requirements for regional districts and for their member municipalities by the issue of its debentures, or other evidence of indebtedness, and lending the proceeds from them to the regional district on whose request the financing is undertaken.”

*Municipal Finance
Authority Act,
Revised Statutes of
British Columbia, 1979.*

How the Municipal Finance Authority of British Columbia Functions

Responsibility

The Municipal Finance Authority of British Columbia was created in 1970 by the Municipal Finance Authority of British Columbia Act of the Legislative Assembly of the Province of British Columbia. The Act was amended in 1971, 1972, 1973, 1977 and 1981.

Regional districts and municipalities in British Columbia finance through the Authority all long-term capital requirements except those met by senior levels of government.

The City of Vancouver is the only municipality in the Province which retains the right to issue its own debentures to finance capital projects. Taxable land and improvements within the City of Vancouver are, nevertheless, subject to rates levied by the Municipal Finance Authority.

Representation

The Province of British Columbia is divided into twenty-eight regional districts, each of which is governed by a Regional Board consisting of representatives of its member municipalities and unincorporated areas.

The members of the Municipal Finance Authority are appointed by the Regional Boards; the number of members to which a regional district is entitled is based upon its population.

The executive and administrative powers and duties of the Authority are exercised and performed by a Board of Trustees elected annually by the members and consisting of the Chairman of the Authority and six other members. The Capital Regional District and the Greater Vancouver Regional District must be represented on the Board of Trustees.

Funding

When the municipalities, through the regional districts, and the regional districts on their own behalf, wish to finance their capital projects, they present their approved requests to the Municipal Finance Authority.

Taking into account market and economic conditions pertaining, the members of the Authority may authorize the issue and sale of debentures in an amount sufficient to meet the requests.

Debentures, not exceeding the amount authorized, may then be issued at such rates and pursuant to such terms and conditions and in such markets and currencies as the Trustees may determine.

Both serial and sinking fund debentures may be issued. In the case of sinking fund debentures, the Act provides for the creation, management and application of sinking funds to secure the repayment of the debentures including the redemption of debentures issued subject to redemption in advance of maturity.

A separate account is maintained for each sinking fund debenture issue and moneys at the credit of a sinking fund which cannot be immediately applied toward paying the debt or discharging the obligation may be invested or reinvested by the Trustees in:

- (a) securities of the government of Canada or a province of Canada, or
 - (b) securities, the principal and interest of which are guaranteed by the government of Canada or a province of Canada, or
-

-
- (c) securities of a regional district or municipality in British Columbia maturing not later than the debentures for which the sinking fund was created, or
 - (d) investments guaranteed by a Canadian chartered bank, or
 - (e) deposits in, or shares or other evidences of indebtedness of, a credit union incorporated under the British Columbia Credit Union Act, or
 - (f) securities of the Municipal Finance Authority of British Columbia maturing not later than the debentures for which the sinking fund was created; however, debentures so purchased must be held to the credit of the sinking fund account and cannot be resold.

Protection for Investors

In British Columbia, the combined credit of all the regional districts and their member municipalities — which together have essentially all the taxable land and improvements in the Province — stands behind the Authority's obligations.

In addition, the Authority has established a debt reserve fund into which all borrowers from the proceeds of debt issues having a term to maturity of over two years must contribute an amount equal to one-half the average annual instalment of principal and interest for repayment of each issue; such amount is payable to the Authority at the time of issue either in full or in an amount equal to one percent of the principal amount borrowed with the balance secured by a non-interest bearing demand note of the regional district issued to the Authority. Moneys paid into the debt reserve fund, and interest earned thereon, are obligations of the Authority to the regional districts and must be refunded to them when the final instalments of their loans have been repaid.

If, at any time, the Authority lacks sufficient funds to meet principal, interest or sinking fund payments due on its obligations, it must utilize the debt reserve fund, all or any part of which is available to satisfy the Authority's obligations, regardless of the sources of the moneys in the fund. In the event that payments are made from the debt reserve fund, the Authority will recover such payments from the regional districts involved in order to restore the debt reserve fund. If the Trustees are of the opinion that payments made from the debt reserve fund will not be recovered within a reasonable period, they may levy upon all taxable land and improvements in the Province a tax sufficient to restore the fund to its required amount. It is mandatory for the Trustees to levy such a tax when the balance in the debt reserve fund is less than fifty percent of the required amount. The Trustees' power to impose taxes does not require the permission or approval of any other governmental authority. Pending the receipt of such taxes, the Authority may borrow an equivalent amount to meet its obligations to debenture holders.

The provincial government has undertaken to assure that the debt reserve fund will be maintained in accordance with the Municipal Finance Authority Act and the Inspector of Municipalities may inspect the fund from time to time and issue a certificate that it has been maintained at the proper level.

Moneys in the debt reserve fund may be invested or reinvested by the Trustees in:

- (a) securities of the government of Canada or a province of Canada, or
- (b) securities, the principal and interest of which is guaranteed by the government of Canada or a province of Canada, or
- (c) deposits in, or investments guaranteed by a Canadian chartered bank, or
- (d) deposits in, or shares or other evidences of indebtedness of, a credit union incorporated under the British Columbia Credit Union Act.

Such investments must mature or be callable within five years and at least twenty-five percent of the fund must be callable within ninety days.

**Additional
Protection for Investors**

Regional districts and their member municipalities financing through the Municipal Finance Authority must obtain the same provincial approvals as would be required if they were issuing their own debentures. In this way, all the safeguards imposed by the Provincial Legislature on the incurring of indebtedness by regional and municipal governments are retained. Such safeguards include the requirement that the Inspector of Municipalities approve the debt and user charges, if any, and other taxes to service the debt. In addition, sewer and water projects require the issuance of a certificate of self-liquidation by the Inspector of Municipalities.

Limitations on the borrowing power of a regional district for each function may be specified in its letters patent. The total indebtedness which a municipality may contract is limited to a percentage of the assessed value for general municipal purposes of the taxable land and improvements within the municipality and the value of the utility systems and other municipal enterprises for which the municipality has a subsisting certificate of self-liquidation granted by the Inspector of Municipalities.

Schedule of Loans to Regional Districts

OUTSTANDING AT DECEMBER 31, 1982

	Principal Outstanding Dec. 31, 1981	1982		Principal Outstanding Dec. 31, 1982
		New Loans Issued	Principal Repaid	
REGIONAL DISTRICTS				
Alberni-Clayoquot	\$ 4,217,362	1,920,000	275,957	5,861,405
Bulkley-Nechako	11,122,864	414,900	344,934	11,192,830
Capital	75,485,808	8,160,200	2,496,381	81,149,627
Cariboo	13,398,133	2,861,400	428,931	15,830,602
Central Coast	—	—	—	—
Central Fraser Valley	53,236,686	4,490,594	1,295,133	56,432,147
Central Kootenay	12,423,260	2,154,000	326,248	14,251,012
Central Okanagan	31,895,670	761,926	949,145	31,708,451
Columbia-Shuswap	13,886,247	575,000	501,235	13,960,012
Comox-Strathcona	18,919,970	32,647,800	673,799	50,893,971
Cowichan Valley	22,071,419	3,738,000	697,347	25,112,072
Dewdney-Alouette	21,615,665	8,666,565	482,953	29,799,277
East Kootenay	30,035,201	24,861,200	866,102	54,030,299
Fraser-Cheam	12,857,338	1,995,000	280,469	14,571,869
Fraser-Fort George	38,365,443	13,232,500	1,326,882	50,271,061
Greater Vancouver	184,360,911	18,475,689	7,417,972	195,418,628
Kitimat-Stikine	13,672,349	1,452,500	598,727	14,526,122
Kootenay-Boundary	6,280,126	228,104	223,826	6,284,404
Mount Waddington	3,619,705	—	103,245	3,516,460
Nanaimo	61,618,722	2,395,246	1,646,925	62,367,043
North Okanagan	20,661,507	2,300,000	673,331	22,288,176
Okanagan-Similkameen	15,173,831	7,483,300	414,251	22,242,880
Peace River-Liard	31,138,068	10,130,844	1,217,098	40,051,814
Powell River	6,531,238	—	236,488	6,294,750
Skeena-Queen Charlotte	9,118,022	6,120,000	269,822	14,968,200
Squamish-Lillooet	10,665,557	4,000,000	253,498	14,412,059
Sunshine Coast	4,800,876	1,480,000	133,429	6,147,447
Thompson-Nicola	42,279,444	16,107,423	1,259,912	57,126,955
WATER DISTRICTS				
Greater Campbell River	1,945,788	1,700,000	45,870	3,599,918
Greater Nanaimo	15,788,081	—	379,600	15,408,481
	\$ 787,185,291	178,352,191	25,819,510	939,717,972

The Growth and Stability of British Columbia's Municipalities

ASSESSMENT

The British Columbia Assessment Authority, a provincially-appointed body, is responsible for assessments throughout the Province.

The fundamental principle underlying the Assessment Act is that land and improvements must be valued at their actual value (i.e., fair market value).

The actual value totals for the Province in the years 1977 to 1982 were as follows:

1977	68.8 billion	1980	94.1 billion
1978	77.2 billion	1981	123.1 billion
1979	84.5 billion	1982	157.1 billion

Property is segregated by type or use into property classes and, each year, the Lieutenant Governor in Council specifies the percentage of actual value at which each class shall be assessed. The value subject to taxation after exemptions is referred to as the net taxable assessed value.

The net taxable assessed value for general purposes has increased from 13.5 billion in 1977 to 26.5 billion in 1982, an average annual compound rate of growth of 14.4%.

SOURCE: BRITISH COLUMBIA ASSESSMENT AUTHORITY

TAX LEVIES AND COLLECTIONS

The following table sets forth the tax levies and the collection experience of the regional districts and municipalities in British Columbia for the years 1977 through 1981:

Tax Levies and Collections by the Regional Districts and Municipalities Therein

MILLIONS OF DOLLARS

	1981	1980	1979	1978	1977
Current tax levy	1,395	1,108	1,034	964	863
Arrears	46	46	48	44	41
Total taxes	1,441	1,154	1,082	1,008	904
Current taxes collected	1,339	1,077	1,003	931	834
Current collections as per cent of current tax levy	95.99%	97.24%	96.96%	96.52%	96.55%
Arrears collected	34	35	36	33	30
Total collections as per cent of current tax levy	98.42%	100.43%	100.46%	99.97%	100.07%

SOURCE: MINISTRY OF MUNICIPAL AFFAIRS

Revenues and Expenditures of the Regional Districts and Municipalities therein

MILLIONS OF DOLLARS

	1981	1980	1979
REVENUES:			
Real property taxes	554	456	423
Other taxes	102	85	72
Total taxation	656	541	495
Contributions, grants and subsidies:			
Federal	18	16	17
Provincial	294	237	214
Taxes collected for school authorities	746	571	535
Other revenues — general	318	260	215
Other revenues — sewers	44	38	34
Other revenues — utilities	98	85	75
	2,174	1,748	1,585
Transfers from reserves	55	27	28
Transfers from surpluses of prior years	29	39	53
	2,258	1,814	1,666
EXPENDITURES:			
General government	151	121	111
Fire and police	260	207	188
Public works and sanitation	196	167	149
Public health	31	28	25
Social welfare	33	30	28
Recreation and community services	167	141	123
Debt charges	196	161	154
Taxes transmitted to school authorities	746	571	535
Other expenditures — general	112	76	55
Other expenditures — sewers	28	25	20
Other expenditures — utilities	71	63	56
Contributions to capital — general	114	99	90
Contributions to capital — sewers	4	3	3
Contributions to capital — utilities	11	10	10
	2,120	1,702	1,547
Transfers to reserves	80	75	79
Operating surplus	58	37	40
	2,258	1,814	1,666

SOURCE: MINISTRY OF MUNICIPAL AFFAIRS



Coast Range near Stewart, British Columbia *Courtesy Tourism B.C.*

Auditors' Report — 1982

TO THE MEMBERS OF THE MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA



Peat, Marwick, Mitchell & Co.

Chartered Accountants

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Vancouver, British Columbia V7X 1M1
(604) 685-8221

We have examined the balance sheets of the Operating Fund, Debt Fund, Capital Repayment Equalization Fund, Debt Reserve Fund and Market Development Fund of Municipal Finance Authority of British Columbia and the combined balance sheet of these funds as at December 31, 1982 and the statements of revenue, expenditure and surplus of each of these funds and the combined statement of revenue, expenditure and surplus of these funds and the Debt Fund statement of debt financing for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Authority as at December 31, 1982, and the results of its operations and the acquisition and application of its financing for the year then ended in accordance with accounting principles described in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

*Vancouver, British Columbia, Canada
January 28, 1983*

CHARTERED ACCOUNTANTS

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

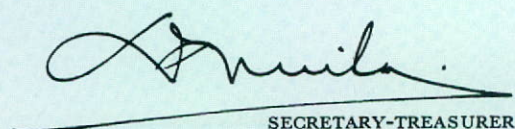
Balance Sheets

DECEMBER 31, 1982 — WITH COMPARATIVE FIGURES FOR 1981

	OPERATING FUND		DEBT FUND	
	1982	1981	1982	1981
ASSETS				
Cash and short-term deposits	\$118,636	90,361	1,975,866	174,626
Receivables:				
Due from Operating Fund	—	—	—	—
Due from Capital Repayment Equalization Fund	—	—	8,405,179	8,254,038
Accrued interest	5,239	2,535	—	—
Other	3,987	3,595	—	—
Total receivables	9,226	6,130	8,405,179	8,254,038
Investments (Note 2)	—	—	—	—
Demand notes receivable from Regional Districts, without interest	—	—	—	—
Loans to Regional Districts (Note 3)	—	—	939,717,972	787,185,291
Deferred receivables from Regional Districts (Note 4)	—	—	21,572,722	21,572,722
Unamortized issue costs	—	—	1,525,690	1,554,613
	<u>\$127,862</u>	<u>96,491</u>	<u>973,197,429</u>	<u>818,741,290</u>
LIABILITIES AND SURPLUS				
Liabilities:				
Accounts payable and unrepresented matured debt	\$ 20,678	25,728	1,975,810	174,566
Due to bank	—	—	2,380,357	14,760,285
Due to Debt Fund	—	—	—	—
Due to Market Development Fund	28,076	24,867	—	—
Due to sinking and other funds (Note 5)	—	—	1,302,119	—
Due to Regional Districts (Note 6)	—	—	—	—
Reserves for furniture and fixtures acquisition and data processing implementation	75,000	45,000	—	—
Long-term debt, net (Notes 7, 8 and 9), Schedule	—	—	950,432,113	792,508,993
Total liabilities	123,754	95,595	956,090,399	807,443,844
Surplus, per accompanying statement (Note 10)	4,108	896	17,107,030	11,297,446
	<u>\$127,862</u>	<u>96,491</u>	<u>973,197,429</u>	<u>818,741,290</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

CAPITAL REPAYMENT EQUALIZATION FUND		DEBT RESERVE FUND		MARKET DEVELOPMENT FUND		COMBINED	
1982	1981	1982	1981	1982	1981	1982	1981
63,415	73,983	190,223	76,234	—	—	2,348,140	415,204
—	—	—	—	28,076	24,867	—	—
—	—	—	—	—	—	—	—
714,546	604,929	501,829	380,710	—	—	1,221,614	988,174
—	—	—	—	—	—	3,987	3,595
714,546	604,929	501,829	380,710	28,076	24,867	1,225,601	991,769
28,579,775	23,321,419	21,030,565	16,541,541	—	—	49,610,340	39,862,960
—	—	61,703,477	48,906,105	—	—	61,703,477	48,906,105
—	—	—	—	—	—	939,717,972	787,185,291
—	—	—	—	—	—	21,572,722	21,572,722
—	—	—	—	—	—	1,525,690	1,554,613
29,357,736	24,000,331	83,426,094	65,904,590	28,076	24,867	1,077,703,942	900,488,664
—	—	15,463	1,914	—	—	2,011,951	202,208
—	—	—	—	—	—	2,380,357	14,760,285
8,405,179	8,254,038	—	—	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	1,302,119	—
—	—	83,410,631	65,902,676	—	—	83,410,631	65,902,676
—	—	—	—	—	—	75,000	45,000
—	—	—	—	—	—	950,432,113	792,508,993
8,405,179	8,254,038	83,426,094	65,904,590	—	—	1,039,612,171	873,419,162
20,952,557	15,746,293	—	—	28,076	24,867	38,091,771	27,069,502
29,357,736	24,000,331	83,426,094	65,904,590	28,076	24,867	1,077,703,942	900,488,664


 SECRETARY-TREASURER

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Statements of Revenue, Expenditure and Surplus

YEAR ENDED DECEMBER 31, 1982 — WITH COMPARATIVE FIGURES FOR 1981

	OPERATING FUND		DEBT FUND	
	1982	1981	1982	1981
REVENUE				
Prior year's surplus appropriated	\$ 896	1,175	—	—
Operating levy	352,095	308,651	—	—
Recoveries from new issues	62,500	55,500	—	—
Gain on purchases of own debentures	—	—	3,175,713	4,587,501
Interest from investments	9,997	7,790	2,558,950	1,742,940
Interest from loans to Regional Districts	—	—	14,849,528	15,428,397
Principal from loans to Regional Districts	—	—	—	—
Recovery of deficiencies from Regional Districts	—	—	—	—
Transfers from Operating Fund	—	—	—	—
Transfers from Capital Repayment Equalization Fund	—	—	84,584,403	62,101,951
Transfers from Debt Reserve Fund	—	—	86,993	156,657
Exchange gain	—	—	—	—
Total revenue	425,488	373,116	105,255,587	84,017,446
EXPENDITURE				
Legislative	51,104	43,500	—	—
Administrative	340,276	313,720	—	—
Transfers to Debt Fund — capital	—	—	—	—
Transfers to Debt Fund — revenue	—	—	—	—
Transfers to Market Development Fund	30,000	15,000	—	—
Interest	—	—	98,964,278	77,174,928
Exchange loss	—	—	233,724	101,829
Amortization of issue costs	—	—	248,001	286,118
Allocations to Regional Districts	—	—	—	—
Other	—	—	—	—
Total expenditure	421,380	372,220	99,446,003	77,562,875
Excess of revenue over expenditure for the year	4,108	896	5,809,584	6,454,571
Surplus at the beginning of the year not appropriated to current revenue	—	—	11,297,446	4,842,875
Surplus at the end of the year	\$ 4,108	896	17,107,030	11,297,446

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

CAPITAL REPAYMENT EQUALIZATION FUND		DEBT RESERVE FUND		MARKET DEVELOPMENT FUND		COMBINED	
1982	1981	1982	1981	1982	1981	1982	1981
15,746,293	10,918,108	—	—	24,867	25,604	15,772,056	10,944,887
—	—	—	—	—	—	352,095	308,651
—	—	—	—	—	—	62,500	55,500
1,497,605	1,763,306	—	—	—	—	4,673,318	6,350,807
4,089,072	2,413,031	2,722,470	2,009,541	—	—	9,380,489	6,173,302
83,307,783	62,715,419	—	—	—	—	98,157,311	78,143,816
18,502,965	13,687,197	—	—	—	—	—	—
—	—	485,737	1,050,613	—	—	485,737	1,050,613
—	—	—	—	30,000	15,000	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
898,403	38,380	—	109,210	—	—	664,679	45,761
124,042,121	91,535,441	3,208,207	3,169,364	54,867	40,604	129,548,185	103,073,337
—	—	—	—	—	—	51,104	43,500
—	—	—	—	—	—	340,276	313,720
18,502,965	13,687,197	114,325	329,080	—	—	—	—
84,584,403	62,101,951	86,993	156,657	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	98,964,278	77,174,928
—	—	—	—	—	—	—	—
—	—	—	—	—	—	248,001	286,118
2,196	—	2,997,237	2,707,453	—	—	3,113,758	3,036,533
—	—	9,652	(23,826)	26,791	15,737	36,443	(8,089)
103,089,564	75,789,148	3,208,207	3,169,364	26,791	15,737	102,753,860	80,846,710
20,952,557	15,746,293	—	—	28,076	24,867	26,794,325	22,226,627
—	—	—	—	—	—	11,297,446	4,842,875
20,952,557	15,746,293	—	—	28,076	24,867	38,091,771	27,069,502

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Debt Fund — Statement of Debt Financing

YEAR ENDED DECEMBER 31, 1982 — WITH COMPARATIVE FIGURES FOR 1981

	1982	1981
FINANCES ACQUIRED		
Gross proceeds from debt issues	\$202,600,000	149,000,000
Loan from sinking funds	298,655	—
	<u>202,898,655</u>	<u>149,000,000</u>
Principal repayments from Regional Districts	7,200,023	7,121,415
Transfers from Capital Repayment Equalization Fund — net	18,325,885	12,875,317
Transfers from Debt Reserve Fund	114,325	329,080
Bank loans	2,302,404	13,294,199
	<u>27,942,637</u>	<u>33,620,011</u>
	<u>\$230,841,292</u>	<u>182,620,011</u>
Total finances acquired		
FINANCES APPLIED		
Issue expenses	\$ 1,861,049	2,000,576
Advances to Regional Districts	174,926,697	145,511,716
Transfers to Debt Reserve Fund	1,783,522	1,487,708
Debt maturities	14,411,544	—
Bank loans	9,915,843	—
	<u>202,898,655</u>	<u>149,000,000</u>
Bank loans	3,378,356	2,679,252
Debt maturities	23,435,859	27,921,854
Transfers to sinking funds — net	1,128,422	3,018,905
	<u>27,942,637</u>	<u>33,620,011</u>
	<u>\$230,841,292</u>	<u>182,620,011</u>
Total finances applied		

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

Notes to Financial Statements — All Funds

DECEMBER 31, 1982

1**Organization of Municipal Finance Authority of British Columbia and significant accounting policies**

The Municipal Finance Authority of British Columbia (the "Authority") was created in 1970 by the Municipal Finance Authority of British Columbia Act (the "Act") of the Legislative Assembly of the Province of British Columbia (the "Province"). It provides financing of capital requirements (other than for schools and hospitals) for regional districts in the Province and their member municipalities by the issue of its debentures or other evidence of indebtedness and lending the proceeds to the regional districts on whose request the financing is undertaken. Obligations of the Authority are not obligations of the Province and are not directly or indirectly guaranteed by the Province.

The Authority follows the normal practice in local government accounting and maintains its accounts according to the principles of fund accounting, a technique by which its financial resources are segregated for specific activities or to attain certain objectives. Five funds are maintained. A brief description of each fund and its purpose is as follows:

OPERATING FUND

The Act provides for the establishment of an operating fund to meet the annual operating budget. For this purpose, the Authority may impose, annually, a rate not exceeding one-fiftieth of one mill upon all taxable land and improvements within the Province.

DEBT FUND

The Authority's financing activities on behalf of the regional districts in the Province are recorded in the Debt Fund.

**CAPITAL REPAYMENT
EQUALIZATION FUND**

The Capital Repayment Equalization Fund is a repository for repayments from the regional districts under their loan agreements in advance of the Authority's requirements on its related indebtedness. Transfers, not exceeding the amount available in respect of each issue, are made to the Debt Fund to meet the Authority's obligations when due.

DEBT RESERVE FUND

Under the Act, the Authority is required to establish a Debt Reserve Fund. Each regional district sharing in the proceeds of a debt issue is required to pay into the Debt Reserve Fund an amount equal to one-half the average annual instalment of principal and interest in respect of its own borrowing together with one-half the average annual instalment of principal and interest as set out in the agreements entered into with the regional district by member municipalities in respect of their borrowings; such amount is payable either in full or in an amount equal to 1% of the principal amount borrowed with the balance secured by a non-interest bearing demand note.

If, at any time, the Authority does not have sufficient funds to meet payments or sinking fund contributions due on its obligations, the payments or sinking fund contributions shall be made from the Debt Reserve Fund.

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

*Organization of Municipal Finance Authority of British Columbia and significant accounting policies, continued:***MARKET DEVELOPMENT FUND**

The development of markets for the Authority's debt issues is segregated in the Market Development Fund. It is funded by transfers from the Operating Fund.

A summary of significant accounting policies is as follows:

PRIOR YEAR'S SURPLUS

The Authority appropriates the prior year's surpluses to current revenue except the Debt Fund surplus which relates to the sinking funds.

INCOME RECOGNITION

The annual levy is recognized as revenue in the Operating Fund when the mill rate has been set by the Authority in March of each year. It is collected on behalf of the Authority by the municipalities in the Province and the Provincial Surveyor of Taxes and is payable to the Authority on August 1 each year.

**OFFICE FURNITURE, FIXTURES
AND EQUIPMENT**

Office furniture, fixtures and equipment are written off in the year of acquisition.

INTEREST ACCRUALS

Interest is accrued only on investments. Accrued interest receivable from the regional districts under the loan agreements and accrued interest payable on the long-term debt are not recorded, except for unpaid matured interest coupons on coupon debentures which are recognized as accounts payable in the Debt Fund.

AMORTIZATION OF ISSUE COSTS

The issue costs are being amortized on a straight-line basis over the average lives of the debt issues to which they relate.

**FOREIGN CURRENCY
TRANSACTIONS**

The long-term debt payable in foreign currencies is recorded in equivalent Canadian dollars at the exchange rates prevailing when the debt was incurred except the debt payable in U.S. dollars which is stated at the rate of \$1 U.S. equals \$1 Canadian. Exchange gains and losses are recognized in the year in which repayment is made.

Exchange gains and losses on other transactions are recognized when realized.

INVESTMENTS

Investments are carried at cost adjusted for amortization of premiums and accretion of discounts on a yield basis except the investments in its own debentures which are carried at par value.

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

Organization of Municipal Finance Authority of British Columbia and significant accounting policies, continued:

A summary of significant accounting policies is as follows, continued:

SINKING FUNDS

Under the Act, obligations of the Authority purchased for a sinking fund account together with interest, premium, or exchange derived from them shall be held to the credit of that sinking fund account and shall not be resold.

However, debentures purchased in anticipation of mandatory annual redemptions for sinking fund purposes are cancelled immediately in accordance with the terms of such issues.

2**Investments**

Investments consist of securities of:

	1982		1981	
	Par Value	Book Value	Par value	Book value
CAPITAL REPAYMENT EQUALIZATION FUND				
Government of Canada, direct or guaranteed	\$ 400,000	398,315	1,850,000	1,828,235
Provincial governments, direct or guaranteed	2,640,000	1,818,820	2,640,000	1,738,308
Chartered banks, direct or guaranteed	21,876,000	21,729,496	15,515,770	15,328,298
Credit Unions in the Province	620,000	620,000	1,276,000	1,276,000
Regional Districts and Municipalities in the Province	1,136,000	1,100,464	9,000	6,578
The Authority	2,912,680	2,912,680	3,144,000	3,144,000
	<u>\$ 29,584,680</u>	<u>28,579,775</u>	<u>24,434,770</u>	<u>23,321,419</u>
DEBT RESERVE FUND				
Government of Canada, direct or guaranteed	\$ 4,415,625	4,222,621	6,250,000	6,199,088
Provincial governments, direct or guaranteed	7,555,000	7,480,612	6,480,000	6,377,122
Chartered banks, direct or guaranteed	9,476,000	9,287,593	2,432,000	2,284,970
Credit Unions in the Province	46,000	39,739	1,720,000	1,680,361
	<u>\$ 21,492,625</u>	<u>21,030,565</u>	<u>16,882,000</u>	<u>16,541,541</u>

continued

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

**3
Loans to
Regional Districts**

Under the Act, each regional district sharing in the proceeds of a debt issue must pay over to the Authority such sums as are required to discharge its obligations to the Authority in respect of such debt issue, but if the scheduled payments provided for under the loan agreement are not sufficient to meet the Authority's obligations in respect of that debt issue, the deficiency is a liability of the regional district to the Authority.

At the exchange rates prevailing at December 31, 1982, the scheduled payments under the agreements with the regional districts in respect of the debts payable in Swiss francs and Deutschmarks will not provide sufficient funds to meet the Authority's related obligations in every case when due. Such deficiencies may be met from the Debt Reserve Fund.

The aggregate principal payments recoverable from the regional districts in each of the next five years are as follows:

	1982	1981
1982	\$	25,703,050
1983	32,464,596	27,156,017
1984	33,948,427	28,639,848
1985	34,770,090	29,461,511
1986	34,517,372	29,208,792
1987	34,669,814	
	<u>\$170,370,299</u>	<u>140,169,218</u>

**4
Deferred receivables
from Regional Districts**

In 1978, the Authority redeemed the 6% bond issue of Swiss francs 50,000,000 from the proceeds of a bank loan in the amount of Swiss francs 51,600,000. As a result, the Authority incurred an exchange loss of \$23,055,505, being the difference between the Canadian dollar equivalent of Swiss francs 50,000,000 at the date of borrowing in 1972 and the Canadian dollar equivalent of Swiss francs 50,000,000 used from the proceeds of the bank loan to finance the redemption.

Under the terms of the loan agreements with the regional districts which participated in the original issue, the exchange loss is a liability of the regional districts to the Authority. Accordingly, it has been recorded in the accounts as Deferred receivables from Regional Districts.

For the remainder of the term of the loan agreements, the Authority will recover additional amounts, on a sinking fund basis, from the regional districts so that, at the end of the term of such loan agreements, a fund, the contributions to which will have been adjusted for exchange rate variations on a cumulative basis, will be available to retire the related foreign currency debt. The additional payments from the regional districts are credited to the Deferred receivables from Regional Districts account.

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

5**Due to sinking
and other funds**

The Authority may invest sinking fund and Capital Repayment Equalization Fund monies in its own securities maturing not later than the debentures for which the sinking fund or Capital Repayment Equalization Fund account was created.

In addition to its own debentures purchased under this provision, loans to the Debt Fund totalling \$1,271,355 together with accrued interest of \$30,784 were outstanding at December 31, 1982. Like the debentures, the loans are included in the sinking funds assets and in investments and receivables in the Capital Repayment Equalization Fund and they have not been eliminated in the combined statements.

6**Debt Reserve Fund**

The amounts due to the regional districts will be repaid to them when they have made the final payment under their respective loan agreements. If, at any time, the Authority does not have sufficient funds to meet payments or sinking fund contributions due on its obligations, the payments or sinking fund contributions must be made from the Debt Reserve Fund. During 1982, a deficiency of \$201,318 (1981 — \$270,982) in the amount of funds available to meet the principal and interest payments on the Deutschmark loan has been met by a transfer from the Debt Reserve Fund. Such deficiencies are recovered in the following year from the participating regional districts under the terms of their loan agreements.

The Board of Trustees of the Authority may levy or impose upon substantially all taxable land and improvements within the Province a rate sufficient to maintain the Debt Reserve Fund at a level not exceeding the amount which would have been in the fund had no such payments been made. Further, the Board of Trustees must impose such rate when the balance in the fund is less than fifty percent of the amount that would have been in the fund had no such payments been made.

continued

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

7**Long-term debt**

The aggregate long-term debt maturities and sinking fund requirements in each of the next five years are as follows (including the debt payable in European currencies at the exchange rates prevailing at December 31, 1982 and 1981 and provision for early redemptions at the option of the bondholder):

	<u>1982</u>	<u>1981</u>
1982	\$	32,345,957
1983	16,150,336	21,035,750
1984	22,815,875	22,824,289
1985	103,338,620	103,347,034
1986	166,188,143	166,546,557
1987	155,433,583	
	<u>\$463,926,557</u>	<u>346,099,587</u>

Since the maturities of certain of the Authority's debt issues and the related loans to the regional districts do not coincide, refunding of all, or a portion, of such debt issues will be required in future years.

8**Foreign currencies**

The long-term debt payable includes the following amounts payable in foreign currencies:

	<u>1982</u>	<u>1981</u>
United States dollars	U.S.\$ 325,196,000	338,111,000
Swiss francs	SFr 51,600,000	51,600,000
Deutschemarks	DM 8,250,000	9,075,000

No exchange gains or losses accrue to the Authority in respect of the debt payable in U.S. dollars since the related loans to the regional districts are denominated in U.S. dollars and the loan agreements provide for repayment to the Authority in U.S. dollars.

continued

Notes to Financial Statements — All Funds / continued

DECEMBER 31, 1982

9

Sinking funds

The annual deposits to the sinking funds for issues payable in Canadian dollars are based on an interest rate of 5% per annum, capitalized yearly.

Certain debt issues are subject to specific annual redemptions for sinking fund purposes. By purchasing the debentures at discount in the open market in anticipation of the sinking fund requirements, the Authority has, to December 31, 1982, retired \$12,217,000 (1981 — \$8,253,000) of such debt in advance of the scheduled redemptions for sinking fund purposes.

The assets and the surpluses of the sinking funds are as follows:

	1982		1981	
	Par Value	Book Value	Par Value	Book Value
Securities of:				
Government of Canada, direct or guaranteed	\$ 325,000	323,340	753,000	749,314
Provincial governments, direct or guaranteed	3,728,000	2,726,463	1,963,000	1,379,511
Chartered banks, direct or guaranteed	2,516,000	2,394,272	2,277,750	2,146,665
Regional Districts and Municipalities in the Province	802,000	669,732	48,000	41,988
The Authority	22,467,655	22,467,655	17,524,000	17,524,000
	<u>\$ 29,838,655</u>	<u>28,581,462</u>	<u>22,565,750</u>	<u>21,841,478</u>
Cash		74,315		79,180
Accrued interest and other		425,944		331,587
Total assets		<u>29,081,721</u>		<u>22,252,245</u>
Accumulated actuarial requirements for retirement of the related debt		19,705,375		15,315,155
Excess of assets over accumulated actuarial requirements		<u>\$ 9,376,346</u>		<u>6,937,090</u>

10

**Capital Repayment
Equalization Fund
— surplus**

The surplus relates directly to specific debt issues and, if not otherwise appropriated for payment of principal and/or interest during the term of such issues, will be paid over to the regional districts for which the financing was undertaken.

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Debt Fund — Schedule of Long-Term Debt

YEAR ENDED DECEMBER 31, 1982 — WITH COMPARATIVE FIGURES FOR 1981

Issue	Year of issue	Maturity date	Interest rate percent	Currency of payment	Original amount
1	1971	October 1, 1996	8.375	United States	\$ 20,000,000
2	1971	December 1, 1983-1996	7.750	Canadian	1,258,700
3	1972	March 1, 1982	7.250	Canadian	1,750,000
		March 1, 1992	7.750	Canadian	1,675,000
		March 1, 1997	7.750	Canadian	2,575,000
4	1972	October 1, 1983-1992	6.750	West German	4,617,800
5	1978	November 15, 1987	7.750	Swiss	37,188,120
6	1973	June 1, 1983	7.750	Canadian	4,049,126
		June 1, 1984-1993	8.125	Canadian	8,727,000
7	1974	March 1, 1985-1989	9.000	Canadian	887,000
		March 1, 1994	9.000	Canadian	6,462,000
8	1974	April 15, 1983-1984	8.500	Canadian	1,764,000
9	1974	April 16, 1994	9.000	Canadian	6,800,000
11	1974	September 3, 1983-1984	10.375	Canadian	2,000,000
		September 3, 1985-1994	10.750	Canadian	5,000,000
12	1975	January 15, 2000	9.750	United States	34,500,000
		January 15, 1983-1984	9.420	Canadian	40,341
14	1975	April 1, 1983-1985	9.500	Canadian	535,000
15	1975	June 30, 1982	9.250	Canadian	25,000,000
16	1975	September 2, 1982	10.000	Canadian	670,000
		September 2, 1983	10.125	Canadian	750,000
		September 2, 1984	10.250	Canadian	820,000
		September 2, 1985	10.375	Canadian	910,000
		September 2, 1995	10.750	Canadian	5,000,000
17	1975	November 1, 2000	9.875	United States	37,000,000
18	1976	May 1, 2001	8.875	United States	52,500,000
19	1976	October 15, 2001	8.750	United States	50,000,000
		October 15, 1986	8.200	United States	10,000,000
20	1977	June 1, 1985/1997	9.000	Canadian	25,000,000
		June 1, 1997	9.875	Canadian	20,000,000
21	1977	December 1, 1982	8.500	Canadian	810,000
		December 1, 1983-1987	8.750	Canadian	1,227,000
		December 1, 1988-1992	9.250	Canadian	961,000
		December 1, 1997	9.500	Canadian	33,500,000
		December 1, 2002	9.500	Canadian	7,000,000

Carried forward

Schedule

December 31, 1982			December 31, 1981	
Outstanding	Sinking funds	Long-term debt, net	Long-term debt, net	References
12,906,000	67,019	12,838,981	13,073,701	(1)
862,000	—	862,000	912,000	
—	—	—	235,000	
1,675,000	—	1,675,000	1,675,000	(2)
2,575,000	—	2,575,000	2,575,000	(2)
2,539,790	—	2,539,790	2,793,769	(3)
37,188,120	—	37,188,120	37,188,120	(4)
554,000	—	554,000	1,068,000	(5)
8,727,000	—	8,727,000	8,727,000	(5)
887,000	—	887,000	887,000	(5)
6,462,000	2,626,562	3,835,438	4,332,238	(5) (6)
548,000	—	548,000	941,000	
6,800,000	2,694,374	4,105,626	4,618,670	(6)
800,000	—	800,000	1,200,000	(5)
5,000,000	—	5,000,000	5,000,000	(5)
24,095,000	27,008	24,067,992	27,819,230	(7)
11,971	—	11,971	17,196	(5)
214,000	—	214,000	273,200	(5)
—	—	—	18,400,000	
—	—	—	670,000	
750,000	—	750,000	750,000	(5)
820,000	—	820,000	820,000	(5)
910,000	—	910,000	910,000	(5)
5,000,000	—	5,000,000	5,000,000	(8)
28,786,000	216,318	28,569,682	30,179,110	(9)
40,193,000	12,811	40,180,189	42,348,925	(10)
38,598,000	—	38,598,000	41,270,000	(11)
7,950,000	—	7,950,000	9,200,000	(1)
25,000,000	—	25,000,000	25,000,000	(12)
20,000,000	5,507,649	14,492,351	15,986,695	(5) (6)
—	—	—	190,000	
1,227,000	—	1,227,000	1,227,000	(5)
961,000	—	961,000	961,000	(5)
33,500,000	8,158,048	25,341,952	27,248,431	(5) (6)
7,000,000	1,088,967	5,911,033	6,176,577	(5) (6)
\$322,539,881	20,398,756	302,141,125	339,673,862	

continued

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Schedule of Long-Term Debt / continued

DECEMBER 31, 1982 — WITH COMPARATIVE FIGURES FOR 1981

Issue	Year of issue	Maturity date	Interest rate percent	Currency of payment	Original amount
			Brought forward		
22	1978	June 1, 1998	9.250	United States	\$29,363,000
		June 1, 2003	9.375	United States	4,737,000
23	1978	November 15, 1983	9.375	Canadian	750,000
		November 15, 1984-1988	9.500	Canadian	1,150,000
		November 15, 1989-1993	9.625	Canadian	890,000
		November 15, 1998	9.950	Canadian	30,000,000
A23	1978	November 15, 1998	9.950	Canadian	6,735,000
		November 15, 2003	10.000	Canadian	3,265,000
24	1979	May 15, 1989/1999	10.250	Canadian	24,000,000
25	1979	December 6, 1999	12.250	Canadian	54,100,000
26	1979	December 6, 2004	12.250	Canadian	11,132,953
27	1980	June 2, 1983-1986	11.375	Canadian	62,705,000
28	1980	December 1, 2005	13.750	United States	90,000,000
29	1981	April 29, 1986	13.625	Canadian	95,000,000
30	1981	October 28, 1985/1997	17.000	United States	54,000,000
31	1982	June 30, 1987	16.750	Canadian	102,600,000
32	1982	October 27, 1988	13.625	Canadian	100,000,000

Canadian
 United States
 Swiss
 West German

Schedule

December 31, 1982			December 31, 1981	
Outstanding	Sinking funds	Long-term debt, net	Long-term debt, net	References
\$ 322,539,881	20,398,756	302,141,125	339,673,862	
26,923,000	—	26,923,000	27,616,000	(1)
4,495,000	—	4,495,000	4,564,000	(1)
178,000	—	178,000	341,000	(5)
1,150,000	—	1,150,000	1,150,000	(5)
890,000	—	890,000	890,000	(5)
30,000,000	6,028,433	23,971,567	25,723,167	(5) (6)
6,735,000	1,284,072	5,450,928	5,777,942	(5) (6)
3,265,000	431,918	2,833,082	2,951,782	(5) (6)
24,000,000	—	24,000,000	24,000,000	(13)
50,650,000	—	50,650,000	52,139,000	(14)
11,132,953	938,542	10,194,411	10,517,240	(6) (15)
58,705,000	—	58,705,000	60,815,000	(16)
87,250,000	—	87,250,000	87,350,000	(17)
95,000,000	—	95,000,000	95,000,000	(5) (18)
54,000,000	—	54,000,000	54,000,000	(19)
102,600,000	—	102,600,000	—	(5)
100,000,000	—	100,000,000	—	(5)
\$ 979,513,834	29,081,721	950,432,113	792,508,993	
\$ 614,589,924				
325,196,000				
37,188,120				
2,539,790				
\$ 979,513,834				

Debt Fund — References to Schedule of Long-Term Debt

DECEMBER 31, 1982

-
- 1 Non-callable except for sinking fund purposes.
 - 2 The sinking fund to provide for retirement of the issue at maturity will begin in 1983.
 - 3 Callable on October 1, 1983 and annually thereafter at 102.50% reducing to 100.25% in 1991. Callable annually, also, at 101.50% in 1983 reducing to 100% in 1991, upon the imposition of withholding taxes.
 - 4 Callable at 100% on November 15, 1984 (minimum Swiss francs 10,000,000 or an integral multiple thereof). The interest rate is effective until November 15, 1984; it will be reset on that date for the final 3-year period.
 - 5 Non-callable prior to maturity.
 - 6 The sinking fund has been calculated to provide for retirement of the issue at maturity.
 - 7 Non-callable prior to January 15, 1990 except for sinking fund purposes. Callable on January 15, 1990 and thereafter at any time at 103.50% reducing to 100% on or after January 16, 1999.
 - 8 The sinking fund to provide for retirement of the issue at maturity will begin in 1986.
 - 9 Non-callable prior to November 1, 1990 except for sinking fund purposes. Callable on November 1, 1990 and thereafter at any time at 103.25% reducing to 100% on or after November 2, 1998.
 - 10 Non-callable prior to May 1, 1991 except for sinking fund purposes. Callable on May 1, 1991 or thereafter at any time at 102.75% reducing to 100% on or after May 2, 1999.
 - 11 Non-callable prior to October 15, 1991 except for sinking fund purposes. Callable on October 15, 1991 and thereafter at any time at 102.75% reducing to 100% on or after October 16, 1999.
 - 12 Redeemable at holder's option on June 1, 1985, 1988, 1991 or 1994. Callable upon the imposition of withholding taxes at 101.50% reducing to 100.25% over the remainder of the term to maturity.
 - 13 Redeemable at holder's option on May 15, 1989 or 1994. Callable on May 15, 1984 and annually thereafter at 101% if called on or before May 15, 1994 and at 100.50% thereafter. Callable also, at any time, upon the imposition of withholding taxes, at 101% if called on or before May 15, 1994 and at 100.50% thereafter.
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Debt Fund — References to Schedule of Long-Term Debt / continuedDECEMBER 31, 1982

- 14 Non-callable prior to December 6, 1994 except for sinking fund purposes. Callable on December 6, 1994 and thereafter at any time at 100%.
 - 15 Callable on December 6, 1997 and thereafter at any time at 100%.
 - 16 Callable at 103.50% reducing to 101.75% on June 2 in each of the years 1983 to 1985.
 - 17 Non-callable prior to December 1, 1995 except for sinking fund purposes. Callable on December 1, 1995 and thereafter at any time at 105.02% reducing to 100% on or after December 1, 2004.
 - 18 Exchangeable at holder's option for bonds maturing on April 29, 2001 and bearing interest at the rate of 14% per annum from April 29, 1986.
 - 19 Redeemable at 100% at holder's option on October 28, 1985, 1989 or 1993. Callable at 100% on October 28, 1985, 1989 or 1993. Callable also at 100%, at any time, upon the imposition of withholding taxes. The interest rate is effective until October 28, 1985. It will be reset by the Authority from that date and from October 28, 1989 and 1993.
-

Ten Year Review — Combined Funds

THOUSANDS OF DOLLARS

	1982	1981	1980	1979
ASSETS				
Cash	2,348	415	633	383
Receivables	1,226	992	589	662
Investments	49,610	39,863	30,540	27,883
Demand notes receivable from Regional Districts	61,703	48,906	37,374	27,686
Loans to Regional Districts	939,718	787,185	659,338	524,094
Deferred receivables from Regional Districts	21,573	21,573	21,787	22,167
Unamortized issue costs	1,526	1,555	1,612	1,714
Total assets	1,077,704	900,489	751,873	604,589
LIABILITIES AND SURPLUS				
Accounts payable and unrepresented matured debt	2,012	202	473	212
Due to banks	2,380	14,760	2,684	—
Due to sinking and other funds	1,302	—	2,831	—
Reserves for furniture and fixtures acquisition and data processing implementation	75	45	25	78
Due to Regional Districts	83,411	65,903	50,186	36,957
Long-term debt, net	950,432	792,509	679,886	557,492
Total liabilities	1,039,612	873,419	736,085	594,739
Surplus	38,092	27,070	15,788	9,850
Total liabilities and surplus	1,077,704	900,489	751,873	604,589
REVENUE				
Prior year's surplus appropriated	15,772	10,945	8,329	5,164
Operating levy	352	309	270	225
Recoveries from new issues	63	55	48	39
Gains on purchases of own debentures	4,673	6,351	2,921	503
Interest from investments	9,380	6,173	3,989	2,766
Interest from loans to Regional Districts	98,157	78,144	56,434	44,360
Recovery of deficiencies from Regional Districts	486	1,050	1,662	1,666
Allocations from Regional Districts	—	—	—	—
Other	665	46	—	—
Total revenue	129,548	103,073	73,653	54,723
EXPENDITURE				
Legislative	51	44	48	43
Administrative	340	313	240	228
Interest	98,964	77,175	56,050	42,807
Exchange loss	—	—	130	269
Amortization of issue and redemption costs	248	286	342	328
Allocations to Regional Districts	3,114	3,036	2,512	1,909
Other	37	(8)	65	45
Total expenditure	102,754	80,846	59,387	45,629
Excess of revenue over expenditure for the year	26,794	22,227	14,266	9,094
Surplus at beginning of the year not appropriated to current revenue	11,298	4,843	1,522	756
Surplus at end of the year	38,092	27,070	15,788	9,850

1978	1977	1976	1975	1974	1973
201	175	178	269	139	75
1,862	368	811	3,661	122	38
18,993	16,235	11,112	8,086	4,504	2,874
22,467	18,493	13,760	8,670	2,824	527
450,270	385,900	306,795	199,836	95,377	56,157
23,055	—	—	—	—	—
1,464	1,379	1,039	1,252	488	—
518,312	422,550	333,695	221,774	103,454	59,671
94	111	77	113	88	44
972	—	—	—	—	—
—	—	—	—	—	—
44	25	12	13	13	13
29,945	25,431	19,605	16,384	5,894	3,004
481,337	391,971	311,173	203,034	96,653	56,550
512,392	417,538	330,867	219,544	102,648	59,611
5,920	5,012	2,828	2,230	806	60
518,312	422,550	333,695	221,774	103,454	59,671
4,637	2,596	2,120	759	60	21
205	210	182	174	162	116
36	—	—	—	—	—
244	7	37	27	47	—
1,880	1,340	973	557	354	177
37,975	30,683	21,300	11,268	6,036	4,008
664	295	232	79	—	—
115	—	—	—	—	18
—	—	—	—	—	—
45,756	35,131	24,844	12,864	6,659	4,340
40	36	29	26	21	20
205	179	167	118	89	97
38,675	29,543	21,208	10,142	5,433	4,054
211	80	72	33	33	58
1,071	236	213	148	52	—
—	236	425	198	208	—
10	41	12	16	17	51
40,212	30,351	22,126	10,681	5,853	4,280
5,544	4,780	2,718	2,183	806	60
376	232	110	47	—	—
5,920	5,012	2,828	2,230	806	60

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Canadian Dollar Bonds Issued in Canada

ISSUE	DESCRIPTION	DATED	AUTHORIZED \$(000)	OUTSTANDING DECEMBER 31, 1982 \$(000)	INTEREST
2	7¾% Serial Debentures due December 1, 1972- 1996	December 1, 1971	1,258	862	Semi-annual June 1 December 1
3	7¾% Sinking Fund Debentures due March 1, 1992	March 1, 1972	1,675	1,675	Semi-annual March 1 September 1
	7¾% Sinking Fund Debentures due March 1, 1997	"	2,575	2,575	"
6	7¾% Serial Debentures due June 1, 1974-1983	June 1, 1973	4,049	554	Semi-annual June 1 December 1
	8½% Serial Debentures due June 1, 1984-1993	"	8,727	8,727	"
7	9% Instalment Debentures due March 1, 1985-1989	March 1, 1974	887	887	Semi-annual March 1 September 1
	9% Sinking Fund Debentures due March 1, 1994	"	6,462	6,462	"
8	8½% Instalment Debentures due April 15, 1981-1984	April 15, 1974	1,764	548	Semi-annual April 15 October 15
9	9% Sinking Fund Debenture due April 16, 1994	April 16, 1974	6,800	6,800	Semi-annual April 16 October 16

DENOMINATIONS	CALL	SINKING FUND OR MATURITIES NEXT 5 YEARS \$(000)	RETRACTION OR EXTENSION	REGISTRAR AND TRANSFER AGENT
Coupon — \$1,000	Non-callable	1983 — 53 1984 — 58 1985 — 62 1986 — 67 1987 — 72	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Coupon — \$1,000	Non-callable	Annual deposits 1983-1992	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
”	”	Annual deposits 1983-1997	”	”
Coupon — \$1,000	Non-callable	1983 — 554	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
”	”	1984 — 599 1985 — 648 1986 — 701 1987 — 757	”	”
Coupon — \$1,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	1985 — 150 1986 — 163 1987 — 177	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
”	”	Annual deposits 1975-1994	”	”
Coupon — \$1,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	1983 — 264 1984 — 284	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Fully registered	Non-callable	Annual deposits 1975-1994	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7

continued

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Canadian Dollar Bonds Issued in Canada

ISSUE	DESCRIPTION	DATED	AUTHORIZED \$(000)	OUTSTANDING DECEMBER 31, 1982 \$(000)	INTEREST
11	10¾% Instalment Debentures due September 3, 1980- 1984	September 3, 1974	2,000	800	Semi-annual March 3 September 3
	10¾% Instalment Debentures due September 3, 1985- 1994	"	5,000	5,000	"
12	9.42% Serial Debentures due January 15, 1976- 1984	January 15, 1975	40	12	Semi-annual January 15 July 15
14	9½% Serial Debentures due April 1, 1976- 1985	April 1, 1975	535	214	Semi-annual April 1 October 1
16	10⅛% Instalment Debentures due September 2, 1983	September 2, 1975	750	750	Semi-annual March 2 September 2
	10¼% Instalment Debentures due September 2, 1984	"	820	820	"
	10⅜% Instalment Debentures due September 2, 1985	"	910	910	"
	10¾% Sinking Fund Debentures due September 2, 1995	"	5,000	5,000	"
20	9⅞% Sinking Fund Debentures due June 1, 1997	June 15, 1977	20,000	20,000	Semi-annual June 1 December 1

DENOMINATIONS	CALL	SINKING FUND OR MATURITIES NEXT 5 YEARS \$(000)	RETRACTION OR EXTENSION	REGISTRAR AND TRANSFER AGENT
Coupon — \$100,000	Non-callable	1983 — 400 1984 — 400	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Fully registered	"	1985 — 500 1986 — 500 1987 — 500	"	
Fully registered	Non-callable	1983 — 6 1984 — 6	N/A	
Fully registered	Non-callable	1983 — 65 1984 — 71 1985 — 78	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Coupon — \$1,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	1983 — 750	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
"	"	1984 — 820	"	
"	"	1985 — 910	"	
Fully registered	"	Annual deposits 1986-1995	"	
Coupon — \$1,000 Coupon — \$5,000 Coupon — \$25,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	Annual deposits 1978-1997	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7

continued

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Canadian Dollar Bonds Issued in Canada

ISSUE	DESCRIPTION	DATED	AUTHORIZED \$(000)	OUTSTANDING DECEMBER 31, 1982 \$(000)	INTEREST
21	8¾% Serial Debentures due December 1, 1983- 1987	December 1, 1977	1,227	1,227	Semi-annual June 1 December 1
	9¼% Serial Debentures due December 1, 1988- 1992	"	961	961	"
	9½% Sinking Fund Debentures due December 1, 1997	"	33,500	33,500	"
	9½% Sinking Fund Debentures due December 1, 2002	"	7,000	7,000	"
23	9¾% Serial Debentures due November 15, 1979- 1983	November 15, 1978	750	178	Semi-annual May 15 November 15
	9½% Serial Debentures due November 15, 1984- 1988	"	1,150	1,150	"
	9⅝% Serial Debentures due November 15, 1989- 1993	"	890	890	"
	9.95% Sinking Fund Debentures due November 15, 1998	"	30,000	30,000	"
A23	9.95% Sinking Fund Debentures due November 15, 1998	November 15, 1978	6,735	6,735	Semi-annual May 15 November 15
	10% Sinking Fund Debentures due November 15, 2003	"	3,265	3,265	"

DENOMINATIONS	CALL	SINKING FUND OR MATURITIES NEXT 5 YEARS \$(000)	RETRACTION OR EXTENSION	REGISTRAR AND TRANSFER AGENT
Coupon — \$1,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	1983 — 206 1984 — 224 1985 — 244 1986 — 265 1987 — 288	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
"	"		"	
Coupon — \$1,000 Coupon — \$5,000 Coupon — \$25,000 Fully registered \$1,000 and multiples thereof. Exchangeable	"	Annual deposits 1978-1997	"	
"	"	Annual deposits 1978-2002	"	
Coupon — \$1,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	1983 — 178	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
"	"	1984 — 190 1985 — 208 1986 — 228 1987 — 250	"	
"	"		"	
Coupon — \$1,000 Coupon — \$5,000 Coupon — \$25,000 Fully registered \$1,000 and multiples thereof. Exchangeable	"	Annual deposits 1979-1998	"	
Fully registered \$1,000 and multiples thereof	Non-callable	Annual deposits 1979 -1998	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
"	"	Annual deposits 1979-2003	"	

continued

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Canadian Dollar Bonds Issued in Canada

ISSUE	DESCRIPTION	DATED	AUTHORIZED \$(000)	OUTSTANDING DECEMBER 31, 1982 \$(000)	INTEREST
25	12¼% Sinking Fund Debentures due December 6, 1999	December 6, 1979	54,100	50,650	Semi-annual June 6 December 6
26	12¼% Sinking Fund Debentures due December 6, 2004	December 6, 1979	11,133	11,133	Semi-annual June 6 December 6
27	11⅜% Instalment Debentures due June 2, 1981-1986	June 2, 1980	62,705	58,705	Semi-annual June 2 December 2
29	13⅝% Bonds due April 29, 1986	April 29, 1981	95,000	95,000	Semi-annual April 29 October 29
31	16¾% Debentures due June 30, 1987	September 1, 1982	102,600	102,600	Semi-annual June 30 December 31
32	13⅝% Bonds due October 27, 1988	October 27, 1982	100,000	100,000	Semi-annual April 27 October 27

DENOMINATIONS	CALL	SINKING FUND OR MATURITIES NEXT 5 YEARS \$(000)	RETRACTION OR EXTENSION	REGISTRAR AND TRANSFER AGENT
Coupon — \$1,000 Coupon — \$5,000 Coupon — \$25,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Callable at par on or after Dec. 6, 1994. Also callable for sinking fund purposes	1983 — 1,200 1984 — 1,300 1985 — 1,500 1986 — 1,700 1987 — 1,900	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Fully registered \$1,000 and multiples thereof	Callable at par on or after Dec. 6, 1997	Annual deposits 1980-2004	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Fully registered \$1,000 and multiples thereof	Callable annually June 2, 1983 — 103.50% June 2, 1984 — 102.50% June 2, 1985 — 101.75%	1983 — 2,350 1984 — 2,615 1985 — 2,915 1986 — 50,825	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Coupon — \$1,000 Coupon — \$25,000 Coupon — \$100,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	None	Exchangeable at holder's option for Bonds due April 29, 2001 with interest at 14% from April 29, 1986. Right may be exercised after April 29, 1985 and prior to October 29, 1985	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Coupon — \$1,000 Coupon — \$25,000 Coupon — \$100,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	None	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7
Coupon — \$1,000 Coupon — \$25,000 Coupon — \$100,000 Fully registered \$1,000 and multiples thereof. Exchangeable	Non-callable	None	N/A	Municipal Finance Authority of British Columbia 714 - 880 Douglas St. Victoria, B.C. V8W 2B7

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

Canadian Dollar Bonds Issued in Europe

ISSUE	DESCRIPTION	DATED	AUTHORIZED \$(000)	OUTSTANDING DECEMBER 31, 1982 \$(000)	INTEREST
20	9% Bonds due June 1, 1985/1997	June 1, 1977	25,000	25,000	Annual June 1
24	10¼% Bonds due May 15, 1989/1999	May 15, 1979	24,000	24,000	Annual May 15

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

U.S. Dollar Bonds Issued in Europe

ISSUE	DESCRIPTION	DATED	AUTHORIZED U.S. \$(000)	OUTSTANDING DECEMBER 31, 1982 U.S. \$(000)	INTEREST
30	Retractable Bonds due October 28, 1985/1997	October 28, 1981	54,000	54,000	Annual October 28 Rate 17% until October 1985. Rate will be reset from October 28, 1985, 1989 and 1993

DENOMINATIONS	CALL	SINKING FUND NEXT 5 YEARS \$(000)	RETRACTION	PRINCIPAL PAYING AGENT/TRUSTEE/ STOCK EXCHANGE LISTING
Coupon — \$1,000	Non-callable except upon imposition of withholding taxes	None	Retractable at par at option of holder on June 1, 1985, 1988, 1991 or 1994. Right may be exercised no more than 360 or less than 90 days prior to June 1	Kredietbank S.A. Luxembourgeoise Luxembourg. Finimtrust S.A. Luxembourg. Luxembourg Stock Exchange Luxembourg
Coupon — \$1,000	Callable on May 15, 1984 and annually thereafter until May 15, 1994 at 101%, from May 15, 1995 at 100.50%	None	Retractable at par at option of holder on May 15, 1989 or 1994. Right may be exercised no more than 360 or less than 90 days prior to May 15	Kredietbank S.A. Luxembourgeoise Luxembourg. Finimtrust S.A. Luxembourg. Luxembourg Stock Exchange Luxembourg

DENOMINATIONS	CALL	SINKING FUND NEXT 5 YEARS U.S. \$(000)	RETRACTION	PRINCIPAL PAYING AGENT/TRUSTEE/ STOCK EXCHANGE LISTING
Coupon — U.S. \$1,000	Callable at par on October 28, 1985, 1989, or 1993	None	Retractable at par at option of holder on October 28, 1985, 1989 or 1993. Right may be exercised irrevocably not more than 60 or less than 30 days prior to Oct. 28	Kredietbank S.A. Luxembourgeoise Luxembourg. Finimtrust S.A. Luxembourg. Luxembourg Stock Exchange Luxembourg

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

U.S. Dollar Bonds Issued in the United States

ISSUE	DESCRIPTION	DATED	AUTHORIZED U.S. \$(000)	OUTSTANDING DECEMBER 31, 1982 U.S. \$(000)	INTEREST
1	8 $\frac{3}{8}$ % Sinking Fund Debentures due October 1, 1996	October 1, 1971	20,000	12,906	Semi-annual April 1 October 1
12	9 $\frac{3}{4}$ % Sinking Fund Debentures due January 15, 2000	January 15, 1975	34,500	24,095	Semi-annual January 15 July 15
17	9 $\frac{7}{8}$ % Sinking Fund Debentures due November 1, 2000	November 1, 1975	37,000	28,786	Semi-annual May 1 November 1
18	8 $\frac{7}{8}$ % Sinking Fund Debentures due May 1, 2001	May 1, 1976	52,500	40,193	Semi-annual May 1 November 1

DENOMINATIONS	CALL	SINKING FUND NEXT 5 YEARS U.S. \$(000)	AUTHENTICATING AND PAYING AGENT
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes	1983 — 838 1984 — 908 1985 — 984 1986 — 1,066 1987 — 1,149	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes prior to Jan. 15, 1990. To Jan. 15, 1993 — 103.50% To Jan. 15, 1996 — 102.25% To Jan. 15, 1999 — 101%	1983 — 2,138 1984 — 2,552 1985 — 2,620 1986 — 1,550 1987 — 1,376	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes prior to Nov. 1, 1990. To Nov. 1, 1993 — 103.25% To Nov. 1, 1996 — 101.75% To Nov. 1, 1998 — 100.75%	1983 — 1,412 1984 — 1,552 1985 — 1,583 1986 — 1,552 1987 — 1,705	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes prior to May 1, 1991. To May 1, 1994 — 102.75% To May 1, 1997 — 101.50% To May 1, 1999 — 100.75%	1983 — 1,910 1984 — 2,080 1985 — 2,265 1986 — 2,461 1987 — 2,122	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005

continued

MUNICIPAL FINANCE AUTHORITY OF BRITISH COLUMBIA

U.S. Dollar Bonds Issued in the United States

ISSUE	DESCRIPTION	DATED	AUTHORIZED U.S. \$(000)	OUTSTANDING DECEMBER 31, 1982 U.S. \$(000)	INTEREST
19	8¾% Sinking Fund Debentures due October 15, 2001	October 15, 1976	50,000	38,598	Semi-annual April 15 October 15
	8.2% Sinking Fund Debentures due October 15, 1986	"	10,000	7,950	"
22	9¼% Sinking Fund Debentures due June 1, 1998	June 1, 1978	29,363	26,923	Semi-annual June 1 December 1
	9¾% Sinking Fund Debentures due June 1, 2003	"	4,737	4,495	"
28	13¾% Sinking Fund Debentures due December 1, 2005	December 1, 1980	90,000	87,250	Semi-annual June 1 December 1

DENOMINATIONS	CALL	SINKING FUND NEXT 5 YEARS U.S. \$(000)	AUTHENTICATING AND PAYING AGENT
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes prior to Oct. 15, 1991. To Oct. 15, 1994 — 102.75% To Oct. 15, 1997 — 101.625% To Oct. 15, 1999 — 100.625%	1983 — 819 1984 — 307 1985 — 211 1986 — 114 1987 — 2,578	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005
”	Non-callable except for sinking fund purposes	1983 — 1,350 1984 — 2,050 1985 — 2,350 1986 — 2,200	
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes. Optional redemption — Tenders may be called from all holders	1983 — 757 1984 — 827 1985 — 904 1986 — 987 1987 — 1,078	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005
”	”	1983 — 76 1984 — 82 1985 — 91 1986 — 99 1987 — 108	
Fully registered U.S. \$1,000 and multiples thereof. Exchangeable	Non-callable except for sinking fund purposes prior to Dec. 1, 1995. On Dec. 1, 1995 and thereafter at 105.02% declining by 0.56% on each Dec. 1, to 100% on or after Dec. 1, 2004	1983 — 1,433 1984 — 1,632 1985 — 1,857 1986 — 2,054 1987 — 2,337	Bank of Montreal Trust Company 2 Wall Street New York, N.Y. 10005

