SURREY PUBLIC LIBRARY

STATEMENT OF FINANCIAL INFORMATION

Year Ended December 31, 2025

(In Compliance with the Public Bodies Financial Information Act Statutes of British Columbia, Chapter 140)

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

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Library Name:	**Surrey Public Library**
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SUBMISSION CHECKLIST

Financial Information Act - Statement of Financial Information

Library Name: **Surrey Public Library**
Fiscal Year Ended: **December 31, 2025**

a)	☒	Approval of Statement of Financial Information
b)	☒	A Management Report signed and dated by the Library Board and Library Director
c)		An operational statement including:
	☒	i) Statement of Income
	☒	ii) Statement of Changes in Financial Position, or, if omitted, an explanation in the Notes to the Financial Statements (audited[1] financial statements)
d)	☒	Statement of assets and liabilities (audited[1] financial statements)
e)	☒	Schedule of debts (audited[1] 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)	☒	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.
g)		Schedule of Remuneration and Expenses, including:
	☒	i) An alphabetical list of employees (first and last names) earning over $75,000
	☒	ii) Total amount of expenses paid to or on behalf of each employee under 75,000
	☒	iii) If the total wages and expenses differs from the audited financial statements, an explanation is required
	☒	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.
	☒	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.
h)	☒	Schedule of Payments for the Provision of Goods and Services including: 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.

[1] 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.

As per the Libraries Act section 40(3)(a) Public Library Associations must prepare annual financial statements in accordance with generally accepted accounting principles. This also applies to Library Federations.

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

Board Approval Form

Financial Information Act - Statement of Financial Information

NAME OF LIBRARY *Surrey Public Library*		FISCAL YEAR END (YYYY) 2025
LIBRARY ADDRESS 10350 University Drive		TELEPHONE NUMBER 604-598-7300
CITY Surrey	PROVINCE British Columbia	POSTAL CODE V3T 4B8
NAME OF THE CHAIRPERSON OF THE LIBRARY BOARD Lisa Werring		TELEPHONE NUMBER 604-598-7300
NAME OF THE LIBRARY DIRECTOR Julie Balenzano		TELEPHONE NUMBER 604-598-7300

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, 2025 for Surrey 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) 09 04 2026 *DD-MM-YYYY*
SIGNATURE OF THE LIBRARY DIRECTOR	DATE SIGNED (DD-MM-YYYY) 09 04 2026 *DD-MM-YYYY*

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

Management Report

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

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 Surrey Public Library

Name. Chairperson of the Library Board [Print]	Lisa Werring		
Signature, Chairperson of the Library Board		**Date (MM-DD-YYYY)**	04-09-2026
Name, Library Director [Print]	Julie Balenzano		
Signature, Library Director		**Date (MM-DD-YYYY)**	04-09-2026

Prepared as required by *Financial Information Regulation,* Schedule 1, section 9

FINANCIAL STATEMENTS OF SURREY PUBLIC LIBRARY

YEAR ENDED DECEMBER 31, 2025

KPMG LLP
777 Dunsmuir Street, 11th floor
Vancouver, BC V7Y 1K3
Canada
Tel 604 691 3000
Fax 604 691 3031

INDEPENDENT AUDITOR'S REPORT

To the Library Board of the Surrey Public Library

Opinion

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

- the statement of financial position as at December 31, 2025
- 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 Entity as at December 31, 2025, 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 "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity 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.

Other Matter

The financial statements of the Entity for the year ended December 31, 2024 were audited by another auditor who expressed an unmodified opinion on those financial statements on April 14, 2025.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s 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 auditor’s report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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

April 9, 2026

STATEMENT OF FINANCIAL POSITION

As at December 31, 2025, with comparative figures for 2024

	2025	2024
FINANCIAL ASSETS		
Due from the City of Surrey (Note 2)	$ 2,111,115	$ 2,875,428
	2,111,115	**2,875,428**
LIABILITIES		
Deferred revenue (Note 3)	319,434	8,718
Employee future benefits (Note 4)	1,919,764	1,895,379
	2,239,198	**1,904,097**
NET FINANCIAL ASSETS (DEBT)	**(128,083)**	**971,331**
NON-FINANCIAL ASSETS		
Prepaid expenses (Note 5)	1,961,568	1,324,385
Tangible capital assets (Note 6)	5,921,446	5,125,991
	7,883,014	**6,450,376**
ACCUMULATED SURPLUS (Note 8)	**$ 7,754,931**	**$ 7,421,707**

Julie Balenzano
Acting Chief Librarian

Lisa Werring
Chairperson

To be read in conjunction with the Notes to the Financial Statements

STATEMENT OF OPERATIONS SURREY PUBLIC LIBRARY

For the year ended December 31, 2025, with comparative figures for 2024

		2025 Budget (Note 11)		2025		2024
REVENUES						
City of Surrey grant	*$*	*25,502,000*	**$**	**26,241,319**	$	25,718,621
Developer contributions		*100,000*		**100,000**		100,000
Fees and charges		*348,000*		**445,207**		406,886
Provincial and federal grants (Note 7)		*1,072,000*		**1,125,872**		1,124,786
Other		*35,000*		**248,179**		608,051
		27,057,000		**28,160,577**		27,958,344
EXPENSES						
Amortization		*2,072,000*		**1,960,530**		1,855,870
Inter-library services		*100,000*		**132,952**		98,055
Library materials collection		*873,000*		**1,469,020**		932,515
Professional services		*241,000*		**436,950**		367,707
Salaries and benefits		*20,354,000*		**20,599,226**		19,681,120
Site operations		*2,742,000*		**2,668,014**		2,546,766
Supplies and materials		*350,000*		**270,919**		382,414
Other		*297,000*		**289,742**		251,841
		27,029,000		**27,827,353**		26,116,288
ANNUAL SURPLUS	*$*	*28,000*	**$**	**333,224**	$	1,842,056
Accumulated Surplus, beginning of year		*7,421,707*		**7,421,707**		5,579,651
Accumulated Surplus, end of year (Note 8)	*$*	*7,449,707*	**$**	**7,754,931**	$	7,421,707

To be read in conjunction with the Notes to the Financial Statements

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the year ended December 31, 2025, with comparative figures for 2024

	2025 Budget (Note 11)	2025	2024
ANNUAL SURPLUS	$ 28,000	**$ 333,224**	$ 1,842,056
Acquisition of tangible capital assets	(2,100,000)	**(2,755,985)**	(1,844,083)
Amortization of tangible capital assets	2,072,000	**1,960,530**	1,855,870
	-	**(462,231)**	1,853,843
Acquisition of prepaid expenses	-	**(1,961,568)**	(1,324,385)
Use of prepaid expenses	-	**1,324,385**	216,620
	-	**(637,183)**	(1,107,765)
CHANGE IN NET FINANCIAL ASSETS (DEBT)	$ -	**$ (1,099,414)**	$ 746,078
Net Financial Assets, beginning of year	971,331	**971,331**	225,253
Net Financial Assets (Debt), end of year	$ 971,331	**$ (128,083)**	$ 971,331

To be read in conjunction with the Notes to the Financial Statements

STATEMENT OF CASH FLOWS SURREY PUBLIC LIBRARY

For the year ended December 31, 2025, with comparative figures for 2024

		2025		2024
CASH PROVIDED BY (USED IN):				
OPERATIONAL ACTIVITIES				
Annual surplus	**$**	**333,224**	$	1,842,056
Items not involving cash				
Amortization expense		**1,960,530**		1,855,870
Employee future benefits expense (Note 4)		**47,178**		31,694
Change in non-cash assets and liabilities				
Decrease (increase) in Due from the City of Surrey		**764,313**		(218,552)
(Decrease) increase in deferred revenue		**310,716**		(432,183)
Decrease in employee future benefits (Note 4)		**(22,793)**		(127,037)
(Increase) in prepaid expenses		**(637,183)**		(1,107,765)
Net change in cash from operating activities		**2,755,985**		1,844,083
CAPITAL ACTIVITY				
Cash used to acquire tangible capital assets		**(2,755,985)**		(1,844,083)
Net change in cash from capital activity		**(2,755,985)**		(1,844,083)
Net change in cash	$	-	$	-
Cash, beginning of year		-		-
Cash, end of year	**$**	**-**	$	-

To be read in conjunction with the Notes to the Financial Statements

The Surrey Public Library ("Library"), which is funded and supported primarily by the City of Surrey ("City"), was established in 1983 pursuant to the *Library Act of British Columbia* (Part 2) as a Municipal Public Library. The Library Board, on behalf of the residents and taxpayers of the City, oversees the management and operation of the Library and further serves as a policy making body for the organization. The Library Board is appointed by the City. The Library is a registered charity under the provision of the *Income Tax Act* (Canada) and is not a taxable entity.

The Library is economically dependent on the City to provide certain services on behalf of the Library and to provide sufficient operating grants to cover any expenses incurred directly by the Library.

1. Significant accounting policies

a) Basis of accounting

The financial statements of the Library are prepared by management in accordance with Canadian generally accepted accounting principles as prescribed by the Public Sector Accounting Board.

b) Budget information

The budget data presented in these Financial Statements was included in the City of Surrey's 2025 – 2029 Consolidated Financial Plan and was adopted through Bylaw #21599 on April 28, 2025.

c) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They are not intended for sale in the ordinary course of operations.

(i) Tangible capital assets

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

Books and publications	5 years
Machinery and equipment	10 years

Amortization commences when the asset is available for use.

1. Significant accounting policies (continued)

c) Non-financial assets (continued)

(i) Tangible capital assets (continued)

The cost of electronic resources, including books, magazines, database subscriptions, and other periodicals are expensed when acquired or over the period of benefit and are not included in tangible capital assets.

Contributed tangible capital assets received are recorded at their estimated fair value at the date of receipt and recorded as revenue.

Land and buildings acquired for Library purposes and funded by the City are recorded in the City's financial statements and are not included in these financial statements. The Library uses the land and buildings at no charge.

d) Employee future benefits

The Library and its employees make contributions to the Municipal Pension Plan, a defined benefit multi-employer plan. These contributions are expensed as incurred.

Sick leave and post-employment benefits also accrue to the Library's employees. The costs of these benefits are actuarially determined based on length of service and best estimates of retirement ages, expected future salary and wage increases. The liabilities under these benefit plans are accrued based on projected benefits prorated as the employees render services necessary to earn the future benefits.

Actuarial gains or losses are amortized over the expected average remaining service life of the related employee group.

The liability for event driven benefits, such as disability benefits, is calculated when the event occurs. The expense is recognized in the year the event occurs.

e) Asset retirement obligations

A liability for an asset retirement obligation is recognized when there is a legal obligation to incur retirement costs in relation to a tangible capital asset; the past transaction or event giving rise to the liability has occurred; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made.

1. Significant accounting policies (continued)

e) Asset retirement obligations (continued)

The liability is recorded at an amount that is the best estimate of the expenditure required to retire a tangible capital asset at the financial statement date.

As at December 31, 2025 and December 31, 2024, no asset retirement obligations have been identified for the Library.

f) Financial instruments

Due from the City is measured at cost or amortized cost. The carrying amount of this financial instrument is presented on the statement of financial position. Financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

g) Expenses

Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

h) Use of estimates

The preparation of 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 date of the financial statements, and the reported amounts of revenues and expenses during the period.

Significant areas requiring the use of management estimates relate to the determination of accrued employee future benefits and useful lives of tangible capital assets.

Actual results could differ from these estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in annual surplus in the year in which they become known.

1. Significant accounting policies (continued)

i) Functional reporting

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

2. Due from the City of Surrey

All cash transactions of the Surrey Public Library are handled by the City of Surrey, including payroll and accounts payable processing. The amount shown as due from the City of Surrey represents the net cash balance held by the City of Surrey owed to the Surrey Public Library. No interest is earned or paid on the balance shown as due from City of Surrey.

During the year, certain employees of the City of Surrey performed administrative services for the Library, including legal, human resources, payroll and financial services. The Library was not charged by the City of Surrey for these services for the year ended December 31, 2025 or 2024.

Printing, marketing, risk management and information technology services along with facilities and grounds maintenance costs related to the Library of $689,945 (2024 - $668,694) were charged by the City of Surrey and are shown as expenses in the financial statements.

3. Deferred revenue

	2025	2024
Balance, beginning of year	**$ 8,718**	$ 440,901
Amounts received for grants, sponsorships and other	**383,275**	128,423
Amounts recognized for grants, sponsorships and other	**(72,559)**	(560,606)
Balance, end of year	**$ 319,434**	$ 8,718

4. Employee future benefit

The Library provides certain post-employment and sick leave benefits to its employees. These benefits include accumulated non-vested sick leave, post-employment service pay and post-employment top-ups for dental, life insurance and accidental death and dismemberment insurance.

Accrued benefit liability:	2025	2024
Balance, beginning of year	**$ 1,895,379**	$ 1,990,722
Amortization of net actuarial gain	**(100,328)**	(106,526)
Benefits paid	**(22,793)**	(127,037)
Current service cost	**79,756**	77,465
Interest cost	**67,750**	60,755
Accrued benefit liability, end of year	**$ 1,919,764**	$ 1,895,379

An actuarial valuation for these benefits was performed to determine the Library's accrued benefit obligation as at December 31, 2025. The difference between the actuarially determined accrued benefit obligation of $1,557,716 and the accrued benefit liability of $1,919,764 as at December 31, 2025 is an unamortized actuarial gain of $362,048. The actuarial gain is amortized over a period equal to the employees' expected average remaining service life.

Reconciliation of accrued benefit liability to accrued benefit obligation:

	2025	2024
Accrued benefit liability, end of year	**$ 1,919,764**	$ 1,895,379
Unamortized actuarial gain	**(362,048)**	(351,689)
Accrued benefit obligation, end of year	**$ 1,557,716**	$ 1,543,690

The total expenses recorded in the financial statements in respect of obligations under these plans amounts to $47,178 (2024 - $31,694).

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

	2025	2024
Discount rate	**4.50%**	4.30%
Expected future inflation rate	**2.50%**	2.50%
Expected average remaining service life (years)	**13.00**	12.00

5. Prepaid expenses

	2025	2024
Electronic resources	**$ 1,718,681**	$ 1,072,933
License, software subscriptions, and others	**242,887**	251,452
Total	**$ 1,961,568**	$ 1,324,385

Electronic resources including subscriptions for books, magazines, audios, and other periodicals, where periods are longer than one year, have been recorded as a prepaid expense.

6. Tangible capital assets

	Books and publications	Machinery and equipment	Balance at December 31, 2025
COST			
Opening Balance	$ 8,600,783	$ 2,086,441	$ 10,687,224
Additions	2,057,404	698,581	2,755,985
Disposals	(1,064,751)	(102,422)	(1,167,173)
Ending Balance	**$ 9,593,436**	**$ 2,682,600**	**$ 12,276,036**
ACCUMULATED AMORTIZATION			
Opening Balance	$ 4,111,849	$ 1,449,384	$ 5,561,233
Amortization	1,817,062	143,468	1,960,530
Disposals	(1,064,751)	(102,422)	(1,167,173)
Ending Balance	**$ 4,864,160**	**$ 1,490,430**	**$ 6,354,590**
NET BOOK VALUE	**$ 4,729,276**	**$ 1,192,170**	**$ 5,921,446**

6. Tangible capital assets (continued)

	Books and publications	Machinery and equipment	Balance at December 31, 2024
COST			
Opening Balance	$ 8,698,881	$ 2,058,038	$ 10,756,919
Additions	1,709,790	134,293	1,844,083
Disposals	(1,807,888)	(105,890)	(1,913,778)
Ending Balance	**$ 8,600,783**	**$ 2,086,441**	**$ 10,687,224**
ACCUMULATED AMORTIZATION			
Opening Balance	$ 4,192,130	$ 1,427,011	$ 5,619,141
Amortization	1,727,607	128,263	1,855,870
Disposals	(1,807,888)	(105,890)	(1,913,778)
Ending Balance	**$ 4,111,849**	**$ 1,449,384**	**$ 5,561,233**
NET BOOK VALUE	**$ 4,488,934**	**$ 637,057**	**$ 5,125,991**

7. Provincial and federal grants

The grant revenue reported on the statement of operations includes:

	2025	2024
Provincial grants:		
BC OneCard	**$ 20,186**	$ 20,186
Enhancement Grant	**51,714**	50,566
Literacy and Equity	**28,700**	28,700
Operating	**1,011,740**	1,011,739
Resource Sharing	**13,532**	13,595
Total	**$ 1,125,872**	$ 1,124,786

8. Accumulated surplus

	2025	2024
Appropriated Surplus	**$ 506,812**	$ 492,287
Invested in Tangible Capital Assets	**5,921,446**	5,125,991
Unappropriated Surplus	**1,326,673**	1,803,429
Total	**$ 7,754,931**	$ 7,421,707

9. Pension plan

The Library and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trusteed pension plan. The Board of Trustees, representing plan members and employers, is responsible for administering the Plan, including investment of the assets and administration of benefits.

The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2024, the Plan has about 273,000 active members and approximately 133,000 retired members. Active members include approximately 47,000 contributors from local governments. 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 the individual employers participating in the Plan.

The most recent valuation for the Plan as at December 31, 2024, indicated a $2,675 million funding surplus for basic pension benefits on a going concern basis.

The Library paid $1,291,195 (2024 - $1,226,809) for employer contributions while employees contributed $1,194,112 (2024 - $1,134,382) to the Plan in fiscal 2025.

The next valuation will be as at December 31, 2027, with results available in 2028.

10. Funds held in trust

i) Vancouver Foundation

On October 25, 2019, the Library established the Gayle Harris Memorial Education Fund (the “Endowment Fund”) with the Vancouver Foundation, using a $100,000 donor gift of irrevocable capital to be placed in an endowment fund to generate investment income. The fund is open to accepting additional donations from other sources.

The Library receives annual distributions generated from the investment income to provide education awards to library staff in need.

Amounts contributed to the Vancouver Foundation are held in trust in a segregated account. The fair market value of the Endowment Fund as at December 31, 2025 is $126,317 (2024 - $120,748).

10. Funds held in trust (continued)

ii) SurreyCares Community Foundation

On January 25, 2002, the Library established the Surrey Public Library Legacy Fund (the "Fund") with the SurreyCares Community Foundation (formerly, the Surrey Community Foundation). The initial capital and additions to the fund will be held in perpetuity by the SurreyCares Community Foundation.

The Fund is open to accepting additional donations from other sources. Distributed earnings from the Fund will benefit the Library.

The fair market value of the Fund as at December 31, 2025 is $104,570 (2024 - $99,203).

As the Library has the right to only receive the investment income and not the contributed principal, the financial statements do not include amounts held by the Vancouver Foundation or SurreyCares Community Foundation. During the year, the foundations generated investment income of $5,596 and $3,995 (2024 - $5,577 and $3,779), respectively, which was received by the Library or reinvested in the fund.

11. Budget figures

The budget data presented in these financial statements is based on the 2025-2029 Financial Plan of the City of Surrey. A reconciliation of budgeted operating surplus in the plan to budgeted deficit results is as follows:

	2025 Budget
Budgeted operating surplus as approved	$ -
Less: Amortization	(2,072,000)
Add: Budgeted acquisitions of tangible capital assets	2,100,000
Budgeted surplus as presented	**$ 28,000**

12. Financial risk management

The Board ensures that the Library has identified its major risks and ensures that management monitors and mitigates them.

a) Credit risk:

Credit risk is the risk of financial loss if a counterparty to a financial instrument fails to meet its contractual obligations. The Library's credit risk related to the amount due from the City is minimal as receivables are with parties that have a low risk of collectability.

b) Liquidity risk:

Liquidity risk is the risk that the Library will not be able to meet its obligations as they come due. The Library is exposed to liquidity risk with respect to its accrued employee future benefits. The Library maintains adequate levels of working capital to ensure all obligations can be met when they come due.

There has been no change to the financial risks from the prior year.

Schedule of Debt

Financial Information Act - Statement of Financial Information

Library Name:	The Surrey Public Library
Fiscal Year Ended:	**December 31, 2025**

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

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

Schedule of Guarantee and Indemnity

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

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

Prepared as required by *Financial Information Regulation*, Schedule 1, section 5

SCHEDULE OF REMUNERATION AND EXPENSES

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

Regulations require the Surrey Public Library to report the total amount of remuneration for each employee that exceeds $75,000 in the year reported. However, certain exceptions have been noted below:

1. Certain employees were hired part way through the year and their remuneration does not reflect a full year's cost.

2. Some employees terminated their employment part way through the year and their remuneration does not reflect a full year's cost.

Please see the following pages for the detailed schedule of remuneration and expenses along with reconciliation to the financial statements.

Prepared as required by Financial Information Regulation, Schedule 1, section 6

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

Schedule 8 - Remuneration and Expenses

Board Members	Board Tiles	Total Remuneration	Total CPP/EI (Employer Portion)	Total Expenses
Chang, Stanley	Trustee	0.00	0.00	0
Cuenca, Dulce Amba	Trustee	0.00	0.00	0
Gillies, John	Trustee	0.00	0.00	0
Gurm, Balbir	Chair (Previously Elected)	0.00	0.00	283
Kaluarachchi, Saman	Trustee	0.00	0.00	0
Kooner, Pardeep	Councillor	0.00	0.00	0
Kular, Kulvinder	Trustee	0.00	0.00	143
Leszczynski, Jocelyne	Trustee	0.00	0.00	1,034
Pascal, Patria	Trustee	0.00	0.00	1,575
Pham, Alisa-Thao	Trustee	0.00	0.00	0
Smith, Rachel	Trustee	0.00	0.00	0
Sohal, Tanveer	Chair (End of 2025)	0.00	0.00	143
Werring, Lisa	Chair (Newly Elected 2026)	0.00	0.00	143
Total Board Members		**$ -**	**$ -**	**$ 3,320**

Detailed Employees Exceeding $75,000	Total Remuneration	Total CPP/EI (Employer Portion)	Total Expenses
Ali, M	97,670	5,797	183
An, E	83,716	5,797	35
Ashmore, A	118,996	5,797	2,796
Balenzano, J	152,069	5,797	2,411
Basi, R	121,085	5,797	200
Baum, S	97,993	5,797	150
Bhogal, S	251,422	5,797	862
Bielka, A	78,672	5,803	1,066
Burns, K	82,219	5,797	1,048
Castleton, J	98,429	5,797	579
Church, S	118,279	5,797	360
Davies, K	128,619	5,797	3,486
Dickie, M	88,802	5,797	147
Forouzi, S	97,933	5,797	1,225
Fry, J	146,444	5,797	735
George, R	91,650	5,797	0
Gill, A	83,633	5,797	364
Gill, N	94,599	5,797	91
Gill, T	83,217	5,797	499
Goossen, L	98,287	5,797	0
Grant, S	132,008	5,797	195
Green, T	75,657	5,576	0
Ho, M	180,895	5,797	1,910
Humphreys, C	117,030	5,797	948
Hunc, M	92,479	5,797	69
Kerr, D	119,711	5,797	160
Kitano, R	98,333	5,797	682
Kutan, S	78,977	5,737	53
Larssen, E	95,450	5,797	0
Lau, K	98,680	5,797	340
Lu, M	89,697	5,797	0
MacDonell, P	98,358	5,797	0
Mann, P	101,288	5,797	1,208
Mawhinney, R	92,446	5,797	464
McDill, D	87,525	5,797	428
McInnes, K	82,849	5,797	0
McNeil, S	93,138	5,797	116
Meech, A	97,067	5,797	69
Moaddel Mojdehi, A	107,729	5,797	3,382
Moreno, I	112,833	5,797	145
Morgan, N	98,863	5,797	0
Olcay, E	129,618	5,797	131
Patrick, V	93,468	5,797	30
Penz, N	115,981	5,797	273
Quintana Crelis, L	98,861	5,797	0
Quizon, S	128,092	5,797	5,540
Reid, L	117,922	5,797	7,376
Ricardo De Sanchez, Y	98,251	5,797	463
Richardson, C	92,702	5,797	738
Roach, B	95,748	5,797	102
Savage, M	133,871	5,797	141
Scott, D	96,408	5,797	0
Stachura, I	132,450	5,797	0
Tartaglio, A	120,361	5,797	11
Teixeira, C	99,219	5,797	45
Thiessen, T	99,091	5,797	205
Thind, H	135,183	5,797	514
Thomas, T	98,391	5,797	0
Tokhtarova, M	89,963	5,797	0
Tong, T	97,842	5,797	406
Wilson, J	119,619	5,797	354
Woo, A	98,660	5,797	33
Yang, Q	97,357	5,797	130
Total Employees Exceeding $75,000	**$6,753,807**	**$364,961**	**$42,898**
Total Employees Equal to or Less Than $75,000	**$9,874,345**	**$742,439**	**$18,516**
Consolidated Total	**$16,628,152**	**$1,107,401**	**$64,733**

Total remuneration may include payout o Total remuneration may include payout of earned time for vacation, gratuity payments pay for performance, banked time, and/o pay for performance, banked time, and/or vehicle allowance.

Prepared as required by Financial Information Regulation, Schedule 1, section 6

Schedule 8 - Remuneration and Expenses

Reconciliation of Remuneration and Expenses

Per Schedule of Remuneration & Expenses					
	Base salary remuneration	$	16,350,661		
	Taxable benefit & other		277,491		
				$	16,628,152
Reconciling items:	*Add: Employer share of EI and CPP**		1,107,401		
	*Add: Other benefit**		2,786,734		
	Less: Prior year payroll accrual	-	616,459		
	Add: Current year payroll accrual		693,398		
					3,971,074
Total Library Salary and Benefits				**$**	**20,599,226**
Per Statement of Operations:					
Total Library Salaries and Benefits per Statement of Operations				$	20,599,226
Total Library Salary and Benefits				**$**	**20,599,226**
Variance				$	-

* Payments to the Receiver General, Municipal Pension Plan, and service provider for extended health or dental plans are made directly by the City of Surrey on behalf of the Library. These payments are shown on this schedule at the standard rate allocated by the City of Surrey, and not on the Schedule of Payments for the Provision of Goods and Services.

Statement of Severance Agreements

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

There were no severance agreements made between the Surrey Public Library and its non-unionized employees during fiscal year December 31, 2025.

Prepared as required by *Financial Information Regulation,* Schedule 1, subsection 6(7)

Schedule of Changes in Financial Position

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

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

Prepared as required by *Financial Information Regulation*, Schedule 1, section 3

SCHEDULE OF PAYMENTS MADE FOR THE PROVISION OF GOODS AND SERVICES

Financial Information Act - Statement of Financial Information

Library Name:	**Surrey Public Library**
Fiscal Year Ended:	**December 31, 2025**

Regulations require the Surrey Public Library to report the total amount paid to each supplier for goods and services that exceeds $25,000 in the year reported.

Please see following pages for detailed schedule of payments made for the provision of goods and services along with reconciliation to the financial statements.

Prepared as required by Financial Information Regulation, Schedule 1, section 7

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

Schedule 11 - Provision of Goods and Services

Name of Individual, Firm or Corporation	Total Amount Paid During Fiscal Year
4TH UTILITY INCORPORATED	38,591
A&G SUPPLY LTD.	60,501
ACCELERATE360 CANADA INC DBA TNG	60,334
ANTHONY NERADA LTD.	40,215
BAKER & TAYLOR INC.	25,944
BC HYDRO & POWER AUTHORITY	287,460
BC LIBRARIES COOPERATIVE	270,422
BIBLIOCOMMONS CORP.	115,056
BIBLIOTHECA CANADA INC.	144,982
CENTRE FOR EQUITABLE LIBRARY ACCESS	33,335
COLUMBIA SECURITY SYSTEMS & SURVEILLANCE INC	40,929
COMMUNICO SOFTWARE LLC	36,160
CONVERGENT LIBRARY TECHNOLOGIES INC.	163,515
CVS MIDWEST TAPE LLC	175,063
DELL CANADA INC.	48,473
EBSCO CANADA LTD.	84,806
FORTISBC ENERGY INC.	88,889
GDI SERVICES (CANADA) LP	205,297
GUARDTECK SECURITY CORP	523,492
HERO DESIGN LLC	45,690
HOULE ELECTRIC LIMITED	40,852
INBOX DESIGN INC. DBA INBOX BOOTHS	46,959
INDIA BOOKWORLD	26,026
INTEGRAL BUILDING MAINTENANCE INC.	100,811
ITC SYSTEMS	78,718
KANOPY INC.	39,177
LIBRARY BOUND INC.	295,033
MOLLINEAUX CONSULTING INC DBA WMC	34,420
NORTON ROSE FULBRIGHT CANADA LLP	26,235
OVERDRIVE, INC.	1,473,018
PATRON POINT INC.	28,711
PLAYAWAY PRODUCTS LLC	65,555
PROGRESS LOGISTICS LTD	174,107
PUBLIC LIBRARY INTERLINK	176,376
SIMPURGO MAINTENANCE MANAGEMENT CORP.	162,046
STAPLES BUSINESS ADVANTAGE	94,819
TRIDENT MILLWORK & DISPLAY INDUSTRIES LTD	59,705
VANCOUVER KIDSBOOKS	184,696
WARRINGTON PCI ITF STRAWBERRY HILLS LIMITED PARTNERSHIP	60,222
WHITEHOTS INC.	1,188,293
TOTAL (SUPPLIERS WITH PAYMENTS EXCEEDING $25,000)	**6,844,934**
TOTAL (SUPPLIERS WHERE PAYMENTS ARE $25,000 OR LESS)	**1,249,078**
CONSOLIDATED TOTAL	**8,094,012**

Prepared as required by Financial Information Regulation, Schedule 1, section 7

Surrey Public Library
Statement of Financial Information (SOFI)
Fiscal Year Ended December 31, 2025

Schedule 11 - Provision of Goods & Services

Reconciliation of Goods and Services		
Per Schedule of Provision of Goods and Services		
Total of aggregate payments exceeding $25,000 paid to suppliers	6,844,934	
Consolidated total of payments of $25,000 or less paid to suppliers	1,249,078	
Employee remuneration expenses	61,414	
Less: 2024 dated vouchers posted to 2024 but paid in 2025	(406,430)	
Add: 2025 dated vouchers posted to 2025 but paid in 2026	328,622	
Less: Prior-year accruals	(23,850)	
Add: Current-year accruals	25,842	
		8,079,610
Net capital acquisitions		
Cash used to acquire tangible capital assets	(2,755,985)	
Amortization expense	1,960,530	
Reconciling capital item *	(121,705)	
		(917,160)
Other Reconciling items:		
(Increase)/Decrease in prepaid expenses	(637,183)	
Less: Sales tax rebate	0.00	
Add: Other Interest & Fiscal Services	12,916	
Add: Net Cost Charges & Recoveries	689,944	
		65,677
Total Library Operating Expenses		**$7,228,127**
Total Per Statement of Operations:		
Total Operation Expenses		27,827,353
Less: Salary and Benefits		(19,491,825)
Less: Employer Share of EI and CPP		(1,107,401)
Total Library Operating Expenses		**$7,228,127**
Variance		-

* *The Library Financial Statements are prepared using the accrual method of accounting, whereas the supplier payments schedule is prepared on a cash basis. The Library supplier payment schedule includes expenditures on both capital and operations.*

Prepared as required by Financial Information Regulation, Schedule 1, section 7