

AUDIT REPORT

SMITHERS – TORONTO STREET TO QUEEN STREET PERIMETER TRAIL CONNECTOR

PROJECT # 10663

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 23, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program compliments existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Smithers – Toronto Street to Queen Street Perimeter Trail Connector.

Project Number: 10663.

Project Address: Toronto Street to Queen Street, Smithers, BC.

Project Start/End Dates: March 31, 2009 – October 23, 2009.

Approved Project Costs: \$72,000.

Actual Project Costs: \$72,359.22.

Federal/Provincial Funding: \$36,000.

Total Expenditures Reviewed: 16 transactions, totalling \$72,359.22, representing 100% of the actual project costs.

Results: No ineligible transactions were noted. However the project costs include \$16,150.12 in Town of Smithers employee labour costs. These labour costs are eligible under the LocalMotion guidelines but ineligible under the Infrastructure Stimulus Fund guidelines. The Town of Smithers received notification about the federal component, and eligibility criteria under the Infrastructure Stimulus Fund at the beginning of 2010, months after the project had already been completed. Therefore, LocalMotion eligibility guidelines were the only relevant guidelines at the time this project was carried out.

Recommendation: MCSCD should decide how to deal with the \$16,150.12 Town of Smithers employee labour costs included in the total project costs.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

REVELSTOKE – RIVER TRAIL – TOP OF HILL

PROJECT # 10673

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 21, 2011

INTRODUCTION

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PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Revelstoke – River Trail – Top of Hill.

Project Number: 10673.

Project Address: Centennial Park Bike Path, Revelstoke, BC.

Project Start/End Dates: September 28, 2009 – October 31, 2009.

Approved Project Costs: \$99,993.

Actual Project Costs: \$106,207.27.

Federal/Provincial Funding: \$49,967.

Total Expenditures Reviewed: Six transactions, totalling \$106,034.48, representing 99.83% of the actual project costs.

Results: \$3,209.40 ineligible cost of gravel taken from City of Revelstoke inventory.

Claim # 1

Transfer for supply of gravel taken from inventory


Date: December 31, 2009

City of Revelstoke

Amount: \$3,209.40

Rationale: The list of transactions included an estimate of \$10,143.96 for supply of gravel. However the actual amount for supply of gravel is \$6,934.56 ($\$10,143.96 - \$6,934.56 = \$3,209.40$).

Recommendation: As this recipient could still claim the maximum grant level, even after deducting the finding above, no adjustment is required.


Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

PRINCE GEORGE – AUDIBLE SIGNAL RETROFIT PROGRAM

PROJECT # 10681

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 23, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Prince George – Audible Signal Retrofit Program.

Project Number: 10681.

Project Address: Prince George, BC.

Project Start/End Dates: May 12, 2009 – October 13, 2009.

Approved Project Costs: \$227,575

Actual Project Costs: \$223,845.60

Federal/Provincial Funding: \$113,788.

Total Expenditures Reviewed: 10 transactions, totalling \$216,809.57, representing 96.86% of the actual project costs.

Results: The actual project costs totalled \$223,845.60. This amount is \$3,730.40 less than the \$227,576 approved project costs. The LocalMotion program's guidelines specify a cost share formula of 50/50 between the Province and grant recipient. Applying this formula to the actual project costs shows that the Province's share should be $(\$223,845.60 * 50\% =) \$111,922.80$. The difference of $(\$113,788 - \$111,922.80) = \$1,865.20$ is excess funding.

Recommendation: MCSCD should decide how to deal with the \$1,865.20 in excess funding provided to the recipient.

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Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

PEMBERTON – ONE MILE LAKE TRAIL IMPROVEMENTS

PROJECT # 10682

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 28, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program compliments existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Pemberton – One Mile Lake Accessible Trail Improvements.

Project Number: 10682.

Project Address: Highway 99 South, Pemberton, BC.

Project Start/End Dates: September 17, 2009 – November 4, 2009.

Approved Project Costs: \$80,000.

Actual Project Costs: \$99,864.27.

Federal/Provincial Funding: \$40,000.

Total Expenditures Reviewed: Five transactions, totalling \$99,864.27, representing 100% of the actual project costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

VILLAGE OF LUMBY – SHUSWAP AVENUE PATHWAY

PROJECT # 10689

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 22, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program complements existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Village of Lumby – Shuswap Avenue Pathway.

Project Number: 10689.

Project Address: Shuswap Avenue (from Park Avenue to Cedar Ridge Street), Lumby, BC.

Project Start/End Dates: May 15, 2009 – November 17, 2009.

Approved Project Costs: \$230,134.

Actual Project Costs: \$248,708.

Federal/Provincial Funding: \$115,067.

Total Expenditures Reviewed: 26 transactions, totalling \$243,831.35, representing 98.04% of the actual project costs.

Results: \$1,147.50 ineligible.

Claim # 1

Invoice # 28102

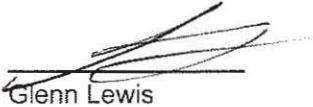
Invoice Date: March 19, 2008

Payee: Pin Point Surveying

Amount: \$1,147.50

Rationale: This work was done prior to the dates of eligibility (March 13, 2009 – March 31, 2011) established for this project.

Recommendation: As this recipient could still claim the maximum grant level, even after deducting the finding above, no adjustment is required.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

LANGFORD – IMPROVING ACTIVE TRANSPORTATION ALONG GOLDTSREAM AVENUE

PROJECT # 10695

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 16, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program compliments existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Langford – Improving Active Transportation along Goldstream Avenue.

Project Number: 10695.

Project Address: Goldstream Avenue (from Spencer Middle School to Leigh Road), Langford, BC.

Project Start/End Dates: July 18, 2009 – September 14, 2009.

Approved Project Costs: \$488,586.

Actual Project Costs: \$546,450.94.

Federal/Provincial Funding: \$244,293.

Total Expenditures Reviewed: 25 transactions, totalling \$540,053.02, representing 99.83% of the actual project costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

COMOX – GUTHRIE ROAD CYCLE LANE EXTENSION

PROJECT # 10862

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 26, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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The program provides up to:

- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the LocalMotion Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Guthrie Road Cycle Lane Extension.

Project Number: 10862.

Project Address: Guthrie Road, Comox, BC.

Project Start/End Dates: August 7, 2009 – August 28, 2009.


Approved Project Costs: \$98,700.

Actual Project Costs: \$131,587.62.

Federal/Provincial Funding: \$49,350.

Total Expenditures Reviewed: Seven transactions, totalling \$131,587.62, representing 100% of the actual project costs.

Results: No ineligible transactions noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

REGIONAL DISTRICT OF FRASER-FORT GEORGE – BEAVERLY FIRE RESCUE HALL

PROJECT # 13514

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 23, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-project organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Regional District of Fraser-Fort George – Beverly Fire Rescue Hall.

Project Number: 13514.

Project Address: 12615 16W, Prince George, BC, V2L 3N1.

Project Start/End Dates: May 4, 2009 – July 19, 2010.

Approved Project Costs: \$1,010,713.

Actual Project Costs: \$1,034,011.

Federal/Provincial Funding: \$400,000.

Total Expenditures Reviewed: 74 transactions, totalling \$1,027,815.80, representing 99.40% of the actual project costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

DISTRICT OF COLDSTREAM – MIDDLETON MOUNTAIN PARK DEVELOPMENT

PROJECT # 13548

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 22, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-profit organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Middleton Mountain Park Development.

Project Number: 13548.

Project Address: Middleton Mountain, Coldstream, BC.

Project Start/End Dates: September 10, 2009 – July 30, 2010.

Approved Project Costs: \$617,183.

Actual Project Costs: \$760,962.90.

Federal/Provincial Funding: \$375,000.

Total Expenditures Reviewed: 30 transactions, totalling \$756,923.70, representing 99.46% of the actual project costs.

Results: No ineligible transactions noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

QUALICUM BEACH – QUALICUM BEACH ROUNDABOUT

PROJECT # 13668

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 28, 2011

INTRODUCTION

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- 50 per cent of the eligible costs of an approved project owned by the public sector or not-for-project organizations; and
- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Qualicum Beach - Qualicum Beach Roundabout.

Project Number: 13668.

Project Address: Rupert Road and Memorial Avenue, Qualicum Beach, BC.

Project Start/End Dates: June 19, 2009 – September 15, 2009.

Approved Project Costs: \$637,000.

Actual Project Costs: \$903,775.52.

Federal/Provincial Funding: \$375,000.

Total Expenditures Reviewed: 117 transactions, totalling \$902,243.30, representing 99.83% of the actual project costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

RADIUM HOT SPRINGS – RADIUM FIRE HALL

PROJECT # 13673

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 20, 2011

INTRODUCTION

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PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Radium Fire Hall.

Project Number: 13673.

Project Address: 4836 Radium Blvd, Radium.

Project Start/End Dates: March 13th, 2009 – November 13th, 2010.

Approved Project Costs: \$1,600,000.

Actual Project Costs: \$1,685,003.

Federal/Provincial Funding: \$400,000.

Total Expenditures Reviewed: 62 transactions, totalling \$1,683,642 representing 99.91% of the actual project costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

DISTRICT OF PORT EDWARD – WATERMAIN REPLACEMENT

PROJECT # 13704

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 23, 2011

INTRODUCTION

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- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: District of Port Edward – Water Main Replacement.

Project Number: 13074.

Project Address: District of Port Edward, BC.

Project Start/End Dates: August 10, 2009 – September 16, 2010.

Approved Project Costs: \$1,573,000 (all three phases).

Actual Project Costs: \$540,314.16 (Phase 2 only).

Federal/Provincial Funding: \$400,000.

Total Expenditures Reviewed: 29 transactions, totalling \$2,066,770 representing 99.47 % of the actual project costs for all three phases of the overall water main replacement project. The funding application under Towns for Tomorrow was for Phase 2 of the overall project. Phase 2 actual project costs amounted to \$540,314.16.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

DISTRICT OF UCLUELET – WILD PACIFIC TRAIL EXPANSION

PROJECT # 13846

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

File # 034066

September 27, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 25 per cent of the eligible costs of an approved project owned by for-profit private sector organizations.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the Government of Canada and Government of British Columbia that individual project costs financed under the Towns for Tomorrow Program and Infrastructure Stimulus Fund comply with the eligible costs defined under the programs and that all project costs are supported by appropriate documentation.

RESULT OF THE FUNDING REVIEW

Project Name: Wild Pacific Trail Expansion.

Project Number: 13846.

Project Address: Wild Pacific Trail, Ucluelet, BC.

Project Start/End Dates: March 18, 2009 – December 12, 2009.

Approved Project Costs: \$95,000.

Actual Project Costs: \$81,468.11.

Federal/Provincial Funding: \$76,000.

Total Expenditures Reviewed: 28 transactions, totalling \$81,348.70, representing 99.98% of the actual project costs.

Results: Actual project costs totalled \$81,468.11 which is \$13,531.89 less than the \$95,000 approved project costs. Approved funding is 80% of \$95,000 = \$76,000. If the same ratio is applied to the actual project costs of the project then the funding approval should have been for $(\$81,468.11 * 80\%) = \$65,174$. The difference is $\$76,000 - \$65,174 = \$10,826$ in excess funding.

Recommendation: MCSCD should decide how to deal with the \$10,826 in excess funding provided to the recipient.

A handwritten signature in black ink, appearing to read 'Glenn Lewis', written over a horizontal line.

Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

VILLAGE OF CLINTON – LEBOURDAIS AVENUE IMPROVEMENTS

PROJECT #14321

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program complements existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of funding for provincial and territorial assets and not-for-profit private sector assets;
- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Village of Clinton – Lebourdais Avenue Improvements.

Project Number: 14321.

Project Address: Lebourdais Avenue, Village of Clinton, BC.

Project Start/End Dates: September 24th 2009 - March 31st, 2011.

Total Project Costs: \$631,706.

Federal/Provincial Funding: \$375,000.

Total Expenditures Reviewed: 20 transactions, totalling \$631,706, representing 100% of the project's costs.

Ineligible Transactions:

- Claim No. 1,
- Invoice # OCT 675-191-09/Nov 10th 2009,
- Payee - True Consulting Group.
- Amount - \$5,060.70,
- Rationale: this amount represents services delivered during November 1st 2006 to October 31st 2009; as the majority of these services were delivered before the contribution was in effect, they

are ineligible for reimbursement. We were not able to determine the amount of services delivered before September 24th 2009

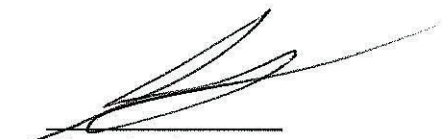
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As this project could still claim its maximum grant levels even after deducting the finding above, no adjustment is required.

Also, the amount of expenditures claimed on Claim No. 4, was short by \$1,225.32 due to an arithmetic error.

The approved application initially included plans for an underground utility construction but the cost proved to be prohibitive and therefore this part of the plan was eliminated resulting in the initial approved amount (\$612,500) being lowered to \$562,500. The amendment to the contribution agreement was dated February 5, 2010.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

DISTRICT OF NORTH VANCOUVER – MARINE DRIVE CORRIDOR IMPROVEMENT

PROJECT # 14437

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program complements existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of funding for provincial and territorial assets and not-for-profit private sector assets;
- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: District of North Vancouver – Marine Drive Corridor Improvement.

Project Number: 14437.

Project Address: Marine Drive, Vancouver, BC.

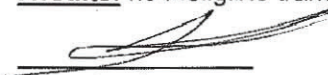
Project Start/End Dates: September 24th 2009 – March 31st 2011.

Total Project Costs: \$1,058,824.

Federal/Provincial Funding: \$886,667.

Total Expenditures Reviewed: we reviewed 43 transactions, totalling \$1,058,823.90, representing 100% of the project's costs.

Results: no ineligible transactions were noted.


Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

NANAIMO ASSEMBLY WHARVES – FLOATING CRUISE SHIP TERMINAL

PROJECT # 14727

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

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RESULT OF THE FUNDING REVIEW

Project Name: Nanaimo Assembly Wharves – Floating Cruise Ship Terminal.

Project Number: 14727.

Project Address: 100 Port Drive, Nanaimo B C V9R 0C7.

Project Start/End Dates: September 8th 2009 - March 31st 2011. The proponent asked for an extension of the completion date due to delays caused by contractors. As a result, a new completion date was set for October 31, 2011 as per the Extension and Amendment Agreement dated March 30th, 2011.

Total Project Costs: \$23,204,604.

Federal Funding: \$8,500,000.

Total Expenditures Reviewed: 52 transactions, totalling \$22,407,365.55, representing approximately 97% of the project's costs.

Unable to conclude (see Rationale):

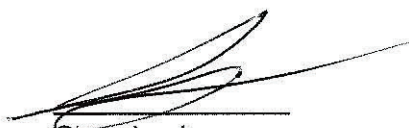
- Claim No. 9,
- Invoice # 11142/May 13th, 2011,
- Payee - Vancouver Pile Driving Ltd.,
- Amount - \$74,998.98,

- Rationale - the cheque s.17 (May 25th 2011/\$83,998.86) issued to the contractor for this invoice had not been cleared by our review date.

This project could still claim its maximum grant levels even after deducting the finding above, therefore no adjustment is required.

s.22
s.22 As such, the
Nanaimo Port Authority cancelled the cheque issued initially and re-issued a replacement cheque
s.17 August 17th 2011/\$83,998.86).

Recommendation: the ministry should verify that the s.17 re-issued to Vancouver Pile Driving Ltd. has been cleared.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

THE MUTICULTURAL HELPING HOUSE SOCIETY – FACILITY EXPANSION

PROJECT # 14827

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: The Multicultural Helping House Society - Facility Expansion.

Project Number: 14827.

Project Address: 4802 Fraser Street, Vancouver, BC V5V 4H4.

Project Start/End Dates: October 3rd 2009 – March 31st, 2011.

Total Project Costs: \$1,622,460.

Federal Funding: \$500,000.

Total Expenditures Reviewed: 93 transactions, totalling \$1,622,460, representing 100% of the project's costs.

Ineligible Transactions:

- Claim No. 5,
- Invoice # 2329720/July 20th, 2010,
- Payee – Telus,
- Amount - \$523.48,
- Rationale – this amount is the HST portion the society is entitled to recover under the HST program and therefore ineligible for reimbursement.

As this project could still claim its maximum grant levels even after deducting the finding above, no adjustment is required.

A handwritten signature in black ink, appearing to read 'Glenn Lewis', is written over a horizontal line.

Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

**SCIENCE WORLD
PROJECT# 14828**

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

December 09, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 50 per cent of funding for provincial and territorial assets and not-for-profit private sector assets;
- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

Result of the Funding Review

Project Name: Science World.

Project Number: 14828.

Project Address: 1455 Quebec Street, Vancouver, BC.

Project Start/End Dates: October 21, 2009 to October 31, 2011.

Total Estimated Project Costs: \$31,500,000.

Federal/Provincial Costs: \$21,000,000.

Total Expenditures Reviewed: \$22,644,337 representing approximately 72% of costs claimed to date.

Ineligible Transactions:

No findings.

Recommendations:

No recommendations.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

VANCOUVER HEALING LODGE AND THE ABORIGINAL ARTIST STUDIOS PROJECT #14829

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

December 21, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the Federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program compliments existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

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- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Vancouver Healing Lodge and the Aboriginal Artist Studios.

Project Number: 14829.

Project Address: 31 West Pender Street, Vancouver, BC.

Project Start/End Dates: October 23, 2009 to October 31, 2011.

Total Estimated Project Costs: \$7,000,000.

Federal/Provincial Costs: \$3,500,000.

Total Expenditures Reviewed: \$2,622,349 representing approximately 37% of the project's costs.

Ineligible Transactions:

No findings.

Recommendations:

No recommendations.



Glenn Lewis
Director, Sector Operations
Internal Audit & Advisory Services
Ministry of Finance

AUDIT REPORT

**MINISTRY OF NATURAL RESOURCE OPERATIONS – WILLIAMS
LAKE AIR TANKER BASE**

PROJECT # 14831

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

November 25, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Ministry of Natural Resource Operations – Williams Lake Air Tanker Base.

Project Number: 14831.

Project Address: 2957 Jutland Rd, Victoria, BC.

Project Start/End Dates: September 24, 2009 – October 31, 2011.

Total Project Costs: \$1,409,000.

Federal Funding: \$704,500.

Total Expenditures Reviewed: We reviewed five transactions, over two claims, totalling \$781,575.29, representing 100% of the project's costs submitted to date. All invoice values were successfully reconciled against the claim totals.

Results:

No ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

ROYAL BC MUSEUM – HVAC UPGRADE TO THE FIRST PEOPLES GALLERY PROJECT PROJECT #14832

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Royal BC Museum – HVAC Upgrade to the First Peoples Gallery.

Project Number: 14832.

Project Address: 675 Belleville Street, Victoria, BC Canada V8W 9W2.

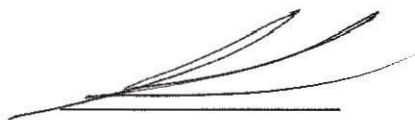
Project Start/End Dates: September 24th 2009 – March 31st 2011.

Total Project Costs: \$2,689,463.

Federal Funding: \$1,350,000.

Total Expenditures Reviewed: we reviewed 109 transactions, totalling \$2,519,596.95, representing approximately 94% of the project's costs.

Results: no ineligible transactions were noted.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

CITY OF SURREY CITY CENTRE LIBRARY OF SURREY PROJECT# 14840

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

December 07, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Surrey City Centre Library.

Project Number: 14840.

Project Address: 10350 University Drive, Surrey, BC.

Project Start/End Dates: September 24, 2009 to October 31, 2011.

Total Estimated Project Costs: \$30,000,000.

Federal/Provincial Costs: \$20,000,000.

Total Expenditures Reviewed: \$31,999,653 representing 100% of the total estimated project costs.

Ineligible Transactions:

Claim 1

- *Terasen Gas (Acct. #850311 – \$95.30) – invoice was billed to City of Surrey Realty Services that is not related to this project.*

Claim 2

- *Bing Thom Architects (JE 1971-1 – \$3,349.76) – this was an internal journal entry to reverse the GST on invoice# 3096B (see claim 1). The invoice was insurance payment which had no GST implied and the full invoice amount was claimed in Claim 1; therefore, the GST should not be added to the claim.*
- *New World Print (Invoice# N52721 – \$266.20) – the invoice total was for three different projects; therefore, 2/3 of the claimed amount was ineligible.*

Claim 5

- *City of Surrey – Damage deposit of \$1,000 from building permit fees claimed and was retained by the City.*

Claim 2 to Claim 12

- *Dominion Fairmile Construction Ltd.(see Appendix – net under claim: (\$262,455))*
 - *The City claimed the eligible amount of the provincial portion of HST on holdback at the time when they submitted the claims as opposed to when the holdback was released.*
 - *GST was claimed on the holdback release # 1 and release # 2.*
 - *Overall, the claimed amount was not calculated correctly and consistently.*

Recommendations:

Despite the City under claimed the invoices from Dominion Fairmile Construction Ltd as of the end of claim# 12, we recommend that the ministry should perform a detailed review on all the transactions for this supplier and ensure the City is not over claim.

As this project would still claim the maximum grant level after deducting the ineligible amount and/or the findings, no adjustment to their grant payment is required.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

Contractor: Dominion Fairmile Construction Ltd.

APPENDIX

| Claim# | Draw# | Invoice# | Current billing (before holdback) | | Net billing | GST/HST on Invoice | | Total paid | GST/HST on holdback | | Amount claimed | Amount should be claimed | Variance over/(under) claim |
|-------------|-------|-----------|-----------------------------------|--------------|-----------------|--------------------|-----------------|------------------|---------------------|------------------|------------------|--------------------------|-----------------------------|
| | | | 10% holdback | 10% holdback | | Invoice | holdback | | holdback | holdback | | | |
| 2 | 1 | 169875550 | 1,400,935.69 | 140,093.57 | 1,260,842.12 | 63,042.11 | 7,004.68 | 1,323,884.23 | 7,004.68 | 1,253,879.44 | 1,253,879.44 | 1,260,842.12 | (7,004.68) |
| 2 | 2 | 169875603 | 697,286.68 | 69,728.67 | 627,558.01 | 31,377.90 | 3,486.43 | 658,935.91 | 3,486.43 | 624,071.58 | 624,071.58 | 627,558.01 | (3,486.43) |
| 3 | 3 | 169875631 | 1,151,748.66 | 115,174.87 | 1,036,573.79 | 51,828.69 | 5,758.74 | 1,088,402.48 | 5,758.74 | 1,036,573.80 | 1,036,573.80 | 1,036,573.79 | 0.01 |
| 4 | 4 | 169875737 | 1,337,644.48 | 133,764.45 | 1,203,880.03 | 144,465.60 | 16,051.73 | 1,348,345.64 | 16,051.73 | 1,227,293.46 | 1,227,293.46 | 1,224,943.12 | 2,340.34 |
| 4 | 5 | 169875809 | 2,164,507.76 | 216,450.78 | 1,948,056.98 | 233,766.83 | 25,974.09 | 2,181,823.81 | 25,974.09 | 1,985,927.21 | 1,985,927.21 | 1,982,140.19 | 3,787.02 |
| 5 | 6 | 169875937 | 2,372,486.56 | 237,248.66 | 2,135,237.90 | 256,228.55 | 28,469.84 | 2,391,466.45 | 28,469.84 | 2,176,746.93 | 2,176,746.93 | 2,172,596.03 | 4,150.90 |
| 6 | 7 | 169875976 | 1,834,889.73 | 183,488.97 | 1,651,400.76 | 198,168.09 | 22,018.68 | 1,849,568.85 | 22,018.68 | 1,683,503.99 | 1,683,503.99 | 1,680,293.66 | 3,210.33 |
| 6 | 8 | 169876018 | 1,767,931.62 | 176,793.16 | 1,591,138.46 | 190,936.61 | 21,215.18 | 1,782,075.07 | 21,215.18 | 1,622,070.19 | 1,622,070.19 | 1,618,977.02 | 3,093.17 |
| 7 | 9 | 169876069 | 2,486,238.46 | 248,623.85 | 2,237,614.61 | 268,513.75 | 29,834.86 | 2,506,128.37 | 29,834.86 | 2,054,595.91 | 2,054,595.91 | 2,276,763.92 | (222,168.01) |
| 8 | 10 | 169876168 | 2,155,299.00 | 215,529.90 | 1,939,769.10 | 232,772.29 | 25,863.59 | 2,172,541.39 | 25,863.59 | 1,977,478.21 | 1,977,478.21 | 1,973,707.30 | 3,770.91 |
| 9 | 11 | 169876232 | 1,643,788.96 | 164,378.90 | 1,479,410.06 | 177,529.21 | 19,725.47 | 1,656,939.27 | 19,725.47 | 1,508,169.79 | 1,508,169.79 | 1,505,293.82 | 2,875.97 |
| 9 | 12 | 169876273 | 1,932,611.27 | 193,261.13 | 1,739,350.14 | 208,722.02 | 23,191.34 | 1,948,072.16 | 23,191.34 | 1,773,163.11 | 1,773,163.11 | 1,769,781.81 | 3,381.30 |
| 9 | 13 | 169876328 | 1,946,378.27 | 194,637.83 | 1,751,740.44 | 210,208.85 | 23,356.54 | 1,961,949.30 | 23,356.54 | 1,785,794.27 | 1,785,794.27 | 1,782,388.89 | 3,405.38 |
| 11 | 14 | 169876391 | 1,025,298.68 | 102,529.87 | 922,768.81 | 110,732.26 | 12,303.58 | 1,033,501.07 | 12,303.58 | 940,707.44 | 940,707.44 | 938,913.58 | 1,793.86 |
| 12 | 15 | 169876433 | 808,515.29 | 80,851.53 | 727,663.76 | 87,319.65 | 9,702.18 | 814,983.41 | 9,702.18 | 741,809.54 | 741,809.54 | 740,394.97 | 1,414.57 |
| 12 | 16 | 169876462 | 830,616.83 | 83,061.68 | 747,555.15 | 89,706.62 | 9,967.40 | 837,261.76 | 9,967.40 | 762,087.30 | 762,087.30 | 760,634.37 | 1,452.93 |
| Draws total | | | | | 25,556,177.94 | 2,555,319.03 | 283,924.34 | 25,555,879.18 | 283,924.34 | 23,153,820.17 | 23,153,820.17 | 23,351,802.60 | (269,813.11) |
| 9 | H81 | 169876016 | | (366,300.00) | 366,300.00 | - | (35,409.00) | 366,300.00 | (35,409.00) | 376,677.52 | 376,677.52 | 370,573.50 | 6,104.02 |
| 9 | H82 | 169876130 | | (66,350.00) | 66,350.00 | - | (6,206.39) | 66,350.00 | (6,206.39) | 68,326.08 | 68,326.08 | 67,072.22 | 1,253.86 |
| Net balance | | | | | \$ 2,122,967.79 | \$ 23,433,210.15 | \$ 2,555,319.03 | \$ 25,988,529.18 | \$ 242,308.95 | \$ 23,598,823.77 | \$ 23,598,823.77 | \$ 23,789,448.32 | \$ (262,455.23) |

Note 1 Claimed amount was calculated based on the "subtotal" on invoice (before deducting holdback); then subtracted the ineligible portion of HST and holdback

Holdback was short by: \$ 71,830.68
Added back 85.42% of HST (254,849.39)
HST should have claimed (39,149.30)
Underclaimed \$ (222,168.01)

Note 2 The shortage of holdback of \$71,830.68 for claim# 7 was subtracted from claim# 9.

Note 3 Portion of the amount was charged GST only.

5% GST charge only

AUDIT REPORT

CITY OF ABBOTSFORD AIRPORT TAXIWAY PARALLEL AND APRON WIDENING PROJECT #14848

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

November 29, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Airport Parallel Taxiway and Apron Widening.

Project Number: 14848.

Project Address: Abbotsford International Airport.

Project Start/End Dates: September 24, 2009 to October 31, 2011.

Total Estimated Project Costs: \$30,000,000.

Federal/Provincial Costs: \$20,000,000.

Total Expenditures Reviewed: \$28,049,095 representing approximately 93% of the project's costs.

Ineligible Transactions:

Claim No. 6

- Invoice #J002309 (invoice amount \$271,330.55) / December 15, 2010.
- Payee - Summit Brooke Constructions Group.
- Amount - \$572.90.
- Rationale – Discrepancy between the claim (\$242,832.32) and the net total on invoice (\$242,259.42) that the city staff could not explained. We were advised that the proponent had made adjustment for the ineligible transaction of \$572.90 in their final claim submission.

Claim No. 6

- Invoice #J002309 (invoice amount \$271,330.55) / December 15, 2010.
- Payee – Summit Brooke Constructions Group.
- Amount - \$120,000.
- Rationale – the recipient only paid \$136,930.54 to the contractor but was not deducted on the same claim due to the deficiency holdback. The difference is \$134,400 (\$120,000 plus HST). We have reviewed the subsequent claim and confirmed that \$40,000 had been adjusted in progress claim #10 and were advised that the proponent had made adjustment for \$80,000 in their final claim submission.

Recommendation:

As this project would still claim the maximum grant level after deducting the ineligible amount and/or the findings, no adjustment to their grant payment is required.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

TSAWWASSEN FIRST NATION INDUSTRIAL LANDS SITE SERVICING PROJECT PHASE I PROJECT# 14849

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

December 02, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

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- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Tsawwassen First Nation - Industrial Lands Site Servicing Phase I.

Project Number: 14849.

Project Address: Tsawwassen.

Project Start/End Dates: September 24, 2009 to October 31, 2011.

Total Estimated Project Costs: \$9,037,000.

Federal/Provincial Costs: \$6,024,666.

Total Expenditures Reviewed: \$9,203,888 representing approximately 100% of the total estimated project costs.

Ineligible Transactions:

No ineligible transactions found.

Recommendations:

No recommendation.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

CITY OF VANCOUVER GLEN DRIVE POLICE PROPERTY OFFICE PROJECT# 14853

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
MINISTRY OF FINANCE**

File # 034066

December 13, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4 billion fund established by the Federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program compliments existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of funding for provincial and territorial assets and not-for-profit private sector assets;
- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this engagement is to provide reasonable assurance to the ministry's executive that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The engagement objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: Vancouver Glen Drive Police Property Office.

Project Number: 14853.

Project Address: Police Property Office and Forensic Storage Facility, Glen Drive, Vancouver, BC.

Project Start/End Dates: October 23, 2009 to October 31, 2011.

Total Estimated Project Costs: \$30,300,000.

Federal/Provincial Costs: \$20,000,000.

Total Expenditures Reviewed: \$26,136,375 representing approximately 86% of the project costs.

Ineligible Transactions:

No findings.

Recommendations:

No recommendations.



Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance

AUDIT REPORT

THE CORPORATION OF DELTA – 82ND AVENUE UPGRADE PHASE 3

PROJECT #14860

PREPARED BY:

**INTERNAL AUDIT & ADVISORY SERVICES
OFFICE OF THE COMPTROLLER GENERAL
MINISTRY OF FINANCE**

September 9, 2011

INTRODUCTION

Internal Audit & Advisory Services (IAAS) has been asked to conduct recipient audits of projects administered under the Infrastructure Stimulus Fund (ISF) launched on April 7, 2009.

The ISF is part of the \$4-billion fund established by the federal government through Canada's Economic Action Plan. ISF provides funding to provincial, territorial, municipal and community construction-ready infrastructure projects. The program complements existing federal infrastructure funding by focusing on short-term objectives for economic stimulus.

The program provides up to:

- 50 per cent of funding for provincial and territorial assets and not-for-profit private sector assets;
- 33.33 per cent for municipal assets; and
- 25 per cent of eligible costs for for-profit sector assets.

PURPOSE & OBJECTIVES

The purpose of this audit is to provide reasonable assurance to the ministry that individual project costs financed under the program comply with the terms and conditions of the agreement and that all project costs are supported by appropriate documentation.

The audit objective is to verify that the claims submitted by the organization receiving the funding, include only eligible costs under the terms of the agreement for that specific project.

RESULT OF THE FUNDING REVIEW

Project Name: The Corporation of Delta – 82nd Avenue Upgrade Phase 3.

Project Number: 14860.

Project Address: 82nd Avenue, Delta (from 112th A Street to 116th Street).

Project Start/End Dates: September 24th 2009 – March 31st, 2011.

Total Project Costs: \$1,601,497.

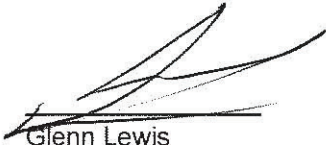
Federal/Provincial Funding: \$1,067,665.

Total Expenditures Reviewed: \$1,601,497 which represents 100% of the project's costs.

Ineligible Transactions:

- Claim No. 1,
- Invoice # HER 28791/Nov 5th, 2010,
- Payee - GRP Construction Ltd.,
- Amount - \$194.60,
- Rationale - the work provided by the constructor was not for the 82nd Avenue project.

Recommendation: we recommend that the Ministry of Transportation and Infrastructure deduct \$194.60 from the amount that will be transferred to the Corporation of Delta.

A handwritten signature in black ink, appearing to read 'Glenn Lewis', with a horizontal line drawn through it.

Glenn Lewis
Director, Sector Operations
Internal Audit and Advisory Services
Ministry of Finance