

City of Vancouver

Investor Call - October 7, 2024





City of Vancouver acknowledges that it is situated on the unceded traditional territories of the xʷməθkʷəy̓əm (Musqueam), Skwxwú7mesh (Squamish), and səlilwətał (Tsleil-Waututh) Nations.



Why invest in City of Vancouver debentures?

1

**High quality
credit ratings**

2

**Thriving
economy**

3

**Stable revenue
& tax base**

4

**Strong fiscal
management**

5

**Regular
issuance**

High Quality Credit Ratings



S&P Global
Ratings

AAA (Stable)

February 14, 2024

“Vancouver’s status as British Columbia’s economic engine supports the city’s creditworthiness”

“Vancouver’s strong economy and robust management bolster the city’s creditworthiness”

“Prudent management allows the city to sustain a relatively low debt burden”

“exceptional liquidity, supporting its financial position”

MOODY’S
INVESTORS SERVICE

Aaa (Stable)

April 25, 2024

“Exceptional liquidity and low debt burden”

“Consistent operating surpluses backed by stable revenue sources and operational flexibility”

“Large and diverse economy which underpins long-term growth”

“Strong governance and fiscal management within a supportive institutional framework”

A Thriving & Robust Economy



1.7%

Metro Vancouver
2023 GDP growth



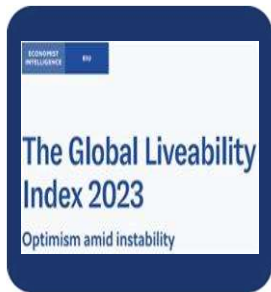
3.6%

Metro Vancouver
2023 Population Growth



2.4%

Metro Vancouver
2023 Employment
Growth



Top 10

Most Livable Cities



#3

Film & TV Production
Hub in N. America



#1

Canadian Municipality
to adopt UNDRIP
Strategy & Action Plan



November 2024



February 2025

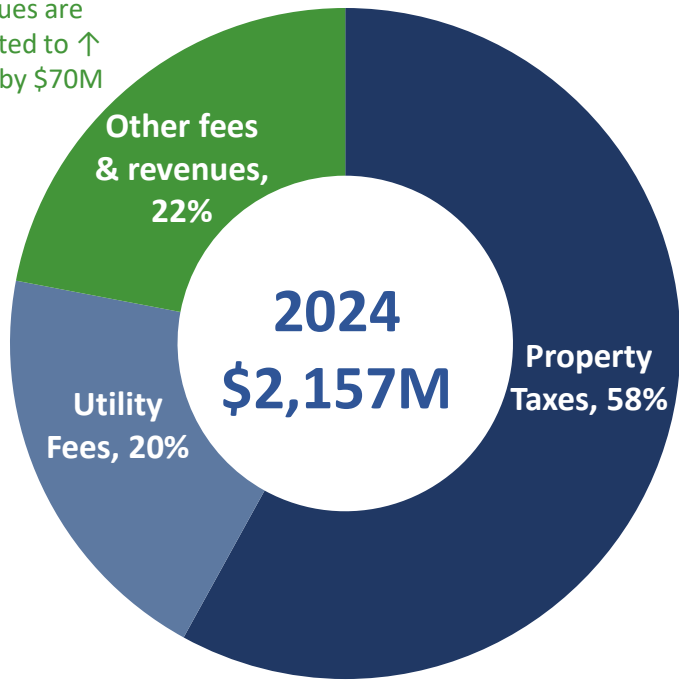


June 2026

Stable Revenue & Tax Base



Other fees & revenues are forecasted to ↑ slightly by \$70M

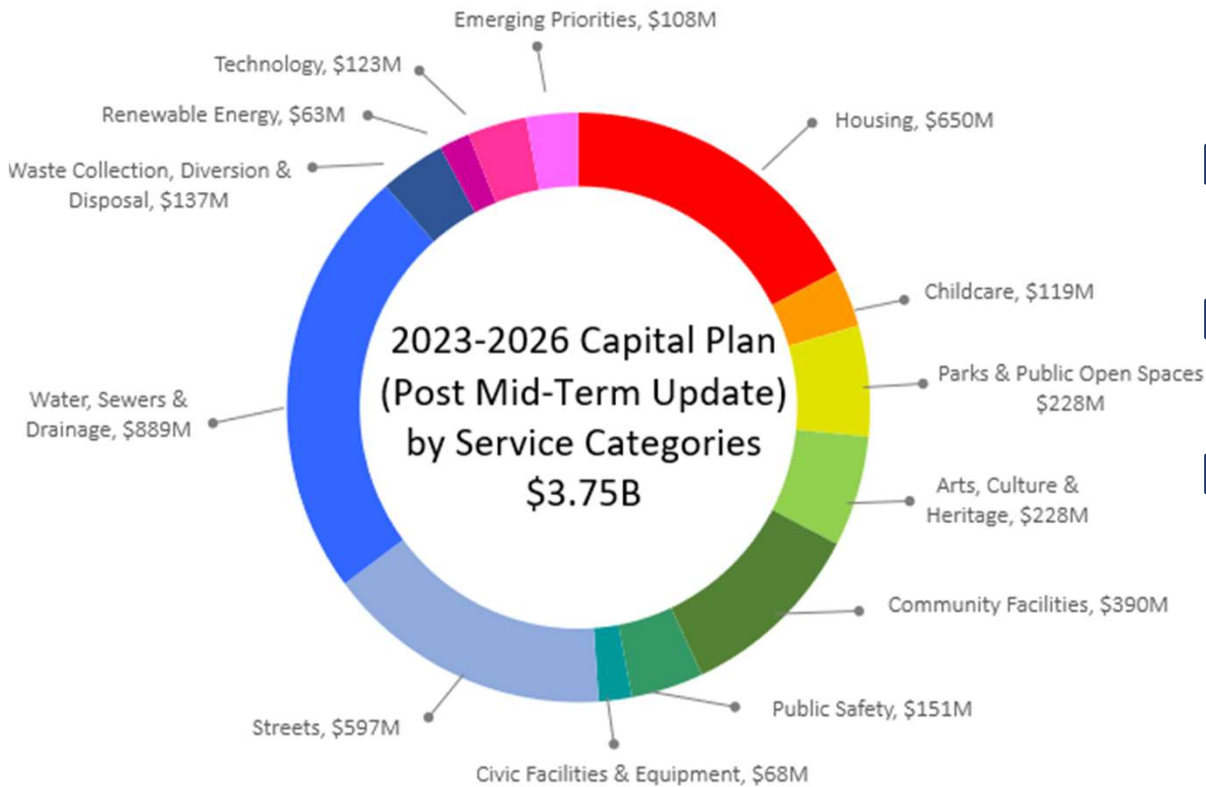


- Property tax
 - 7.3% increase, incl. 1% additional infrastructure renewal
- Utility fees
 - Full cost recovery, incl. Metro Vancouver costs
- User fees (dependent on economy)
 - Development permits
 - Parking, Civic Theatres, etc.

Prudent fiscal stewardship and careful financial planning
Balance near-term operating needs with long-term infrastructure investment

*Source: <https://vancouver.ca/your-government/financial-reports-and-information.aspx>

Invest in City Building



Renew aging infrastructure

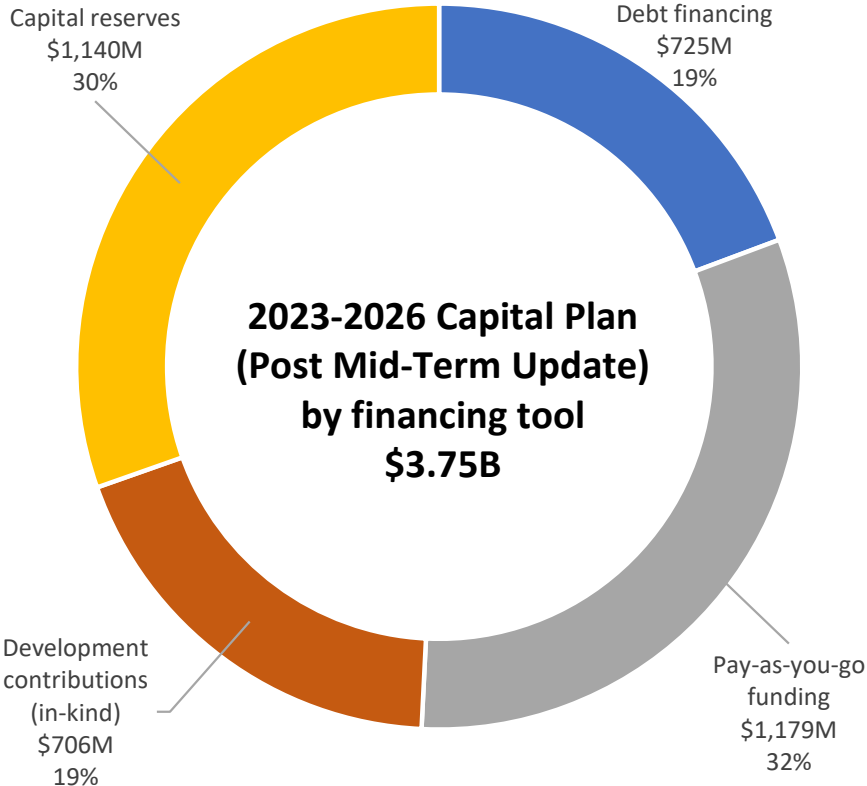
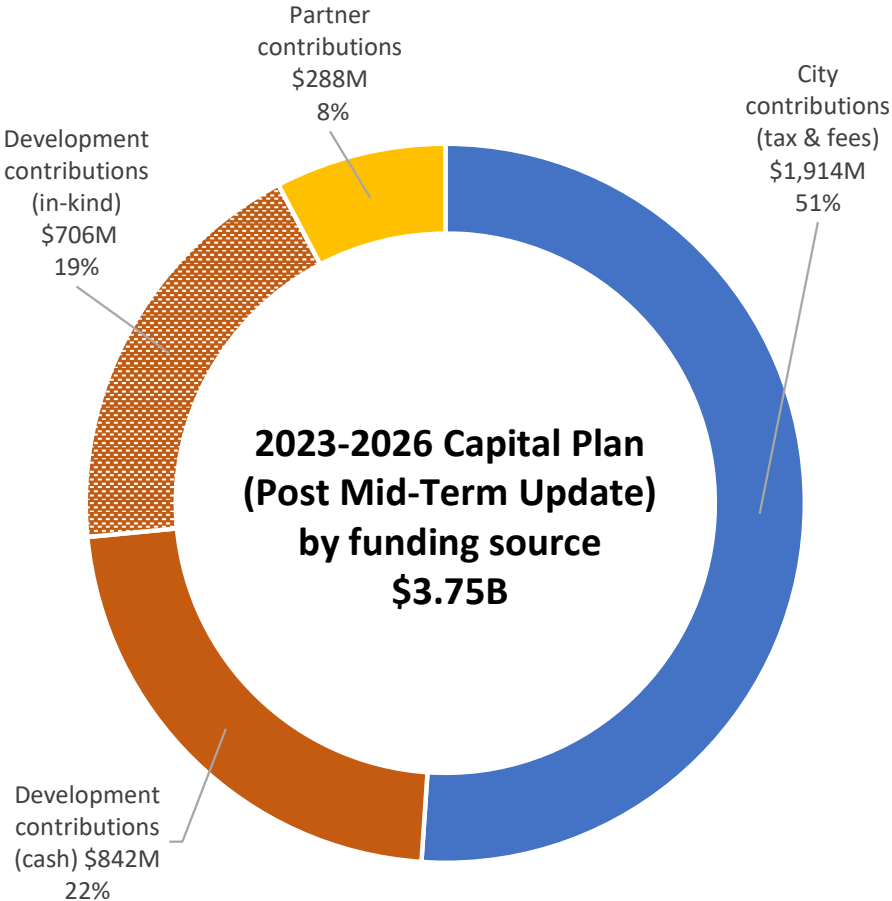
Expand to support growth

Evolve to address emerging needs

Build a sustainable city in which everyone can live, work and thrive

*Source: <https://vancouver.ca/your-government/financial-reports-and-information.aspx>

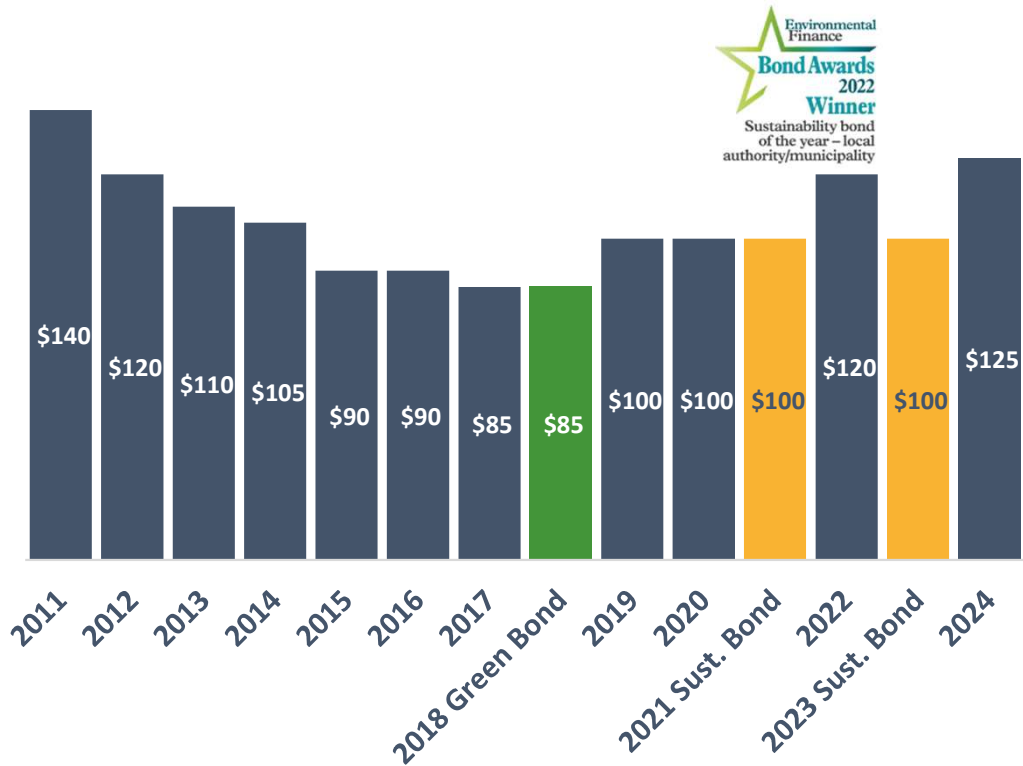
Invest in City Building



Regular Debenture Issuance



Issuance Amount (\$M)

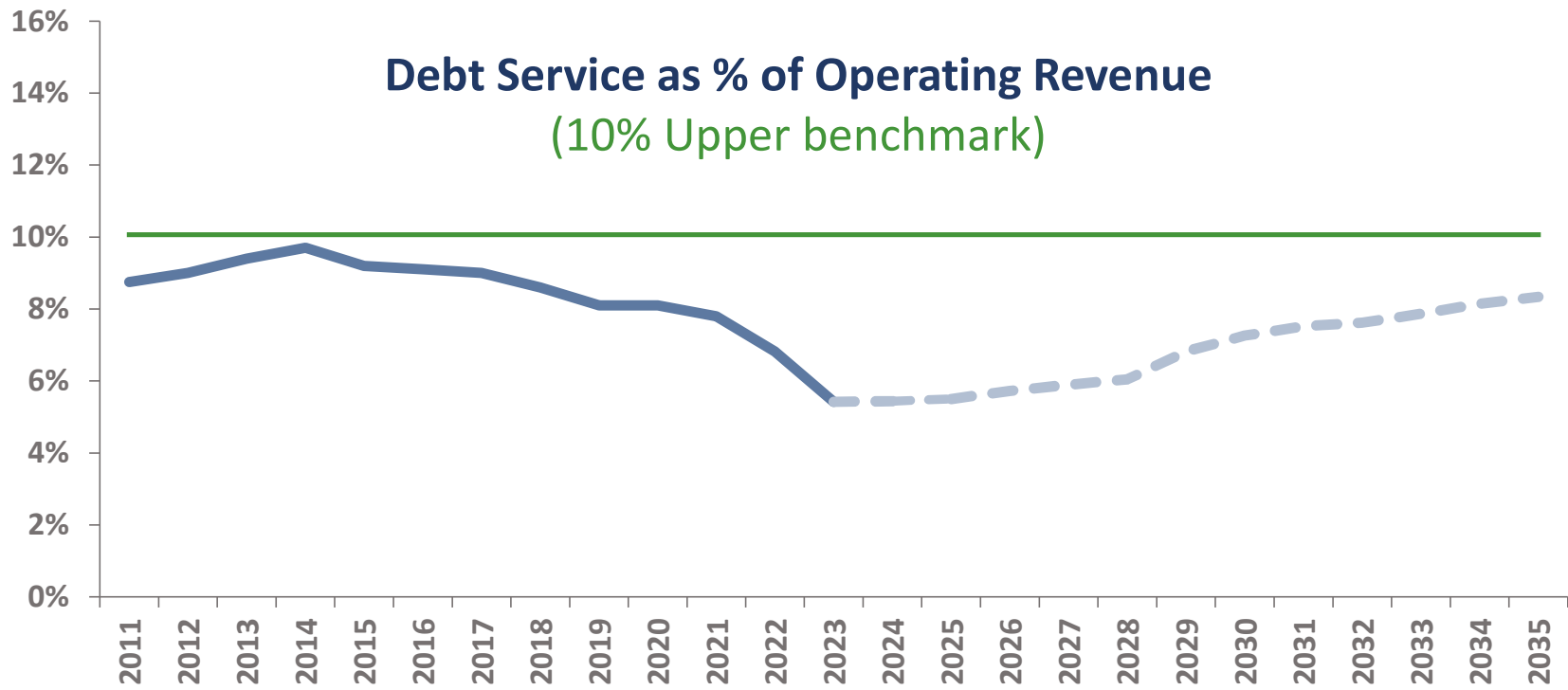


- Debt financing only for capital investment
- City Council establishes utility borrowing limits; Electorate approves other borrowing authorities
- Debt servicing funded by City of Vancouver’s taxing power

As at Dec 31, 2023:

Gross External Outstanding Debentures	\$998M
less Sinking Fund	<u>-\$390M</u>
Net Long-term Debt	\$608M

Manageable Debt Level



Strong Liquidity



Consolidated Reserves (\$M) – excludes sinking fund

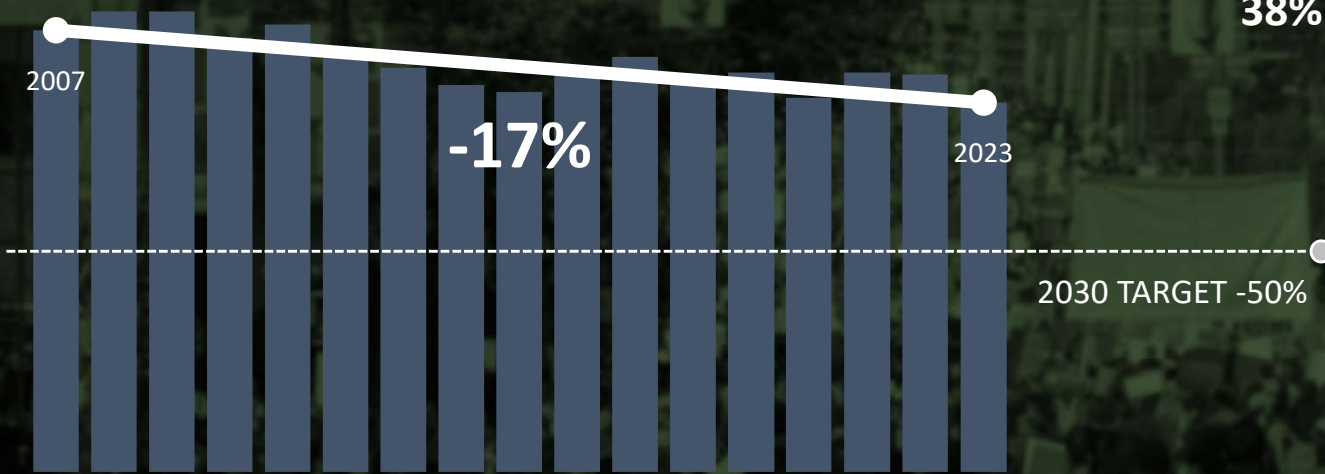
Cumulative growth of reserves since 2011
(+380%)



*Source: City of Vancouver Annual Financial Reports

Climate Policy & Action at the City

Vancouver's carbon pollution continues to trend downward while our population and economy continues to grow...



The City's **Climate Emergency Action Plan** targets the community's largest sources of carbon pollution:

- 57% Building heating/hot-water
- 38% Transportation fuels

BOLD TARGETS:

- Cut carbon pollution in half by 2030
- Be carbon neutral before 2050

*Source: <https://vancouver.ca/green-vancouver/climate-emergency-action-plan-in-depth>

Climate Policy & Action at the City

Aligned, comprehensive reporting

TCFD-aligned disclosure in the City's Statement of Financial Information

For more information:

vancouver.ca/files/cov/2023-annual-financial-report.pdf

Climate Budget approach to tracking climate-related expenditures and needs

For more information:

council.vancouver.ca/20231205/documents/spec1f.pdf

Annual Reports & Indicator Dashboards to track progress and outcomes of primary carbon reduction and climate adaptation strategies

For more information:

council.vancouver.ca/20240723/documents/r3_CEAP_2024_Annual_Report.PDF

council.vancouver.ca/20240723/documents/r3_CCAS_2024_Annual_Report.PDF

CONTACTS

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MORE INFORMATION

Investors Relations

including Sustainability Bond Framework

vancouver.ca/investors

[Climate Emergency Action Plan](#)

vancouver.ca/climateemergency

[Climate Change Adaptation Plan](#)

vancouver.ca/climateadaptation

[2023-2026 Capital Plan](#)

vancouver.ca/files/cov/2023-2026-capital-plan.pdf

[2024 Debenture Council Report](#)

council.vancouver.ca/20240724/documents/cfsc5.pdf

[2024 Budget and 5-Year Plan](#)

vancouver.ca/files/cov/2024-budget-city-of-vancouver.pdf

[2025-2029 Budget Outlook](#)

council.vancouver.ca/20240529/documents/cfsc1.pdf

[Vancouver Charter](#)

www.bclaws.ca/civix/document/id/complete/statreg/vanch_00