

Powell River Regional District
Financial Statements
For the year ended December 31, 2015

Powell River Regional District
Financial Statements
For the year ended December 31, 2015

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Management's Responsibility for the Financial Statements

The accompanying financial statements of the Powell River Regional District ("the Regional District") are the responsibility of management and have been prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. The integrity and objectivity of these financial statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the audited financial statements.

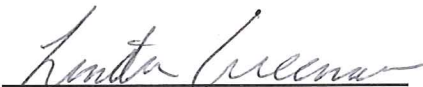
Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of Directors is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and exercises this responsibility through its standing committee structure. Directors on these committees review the current year-to-date financial statements for each service on a quarterly basis.

The external auditors, BDO Canada LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the Regional District's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to all members of the Regional District's financial staff and consult with them intermittently throughout the year. They also have the authority to meet with the elected officials as required, though this has not typically been deemed necessary.



Chief Administrative Officer



Manager of Financial Services

May 12, 2016



Tel: 604 688 5421
Fax: 604 688 5132
vancouver@bdo.ca
www.bdo.ca

BDO Canada LLP
600 Cathedral Place
925 West Georgia Street
Vancouver BC V6C 3L2 Canada

Independent Auditor's Report

To the Board of Directors Powell River Regional District

We have audited the accompanying financial statements of the Powell River Regional District, which comprise the Statement of Financial Position and the Summary of Function Balances and Accumulated Surplus as at December 31, 2015, and the Statements of Operations, Changes in Net Financial Assets and Cash Flows for the year then ended, and summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

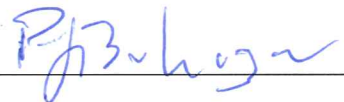
Opinion

In our opinion, the financial statements present fairly in all material respects, the financial

**Powell River Regional District
Statement of Financial Position**

December 31	2015	2014
Financial Assets		
Cash and short-term investments (Note 2)	\$ 5,872,690	\$ 8,090,928
Accounts receivable	331,349	599,343
Debt charges recoverable - City of Powell River (Note 6)	8,578,151	9,030,975
	<u>14,782,190</u>	<u>17,721,246</u>
Liabilities		
Accounts payable	710,318	3,388,562
Development cost charges	7,112	4,019
Short-term borrowing (Note 4)	448,125	106,907
Lease obligation (Note 5)	592,271	688,764
Long-term debt (Note 6)	9,324,002	10,125,475
Landfill closure and post closure liability (Note 7)	155,430	148,000
	<u>11,237,258</u>	<u>14,461,727</u>
Net Financial Assets	<u>3,544,932</u>	<u>3,259,519</u>
Non-Financial Assets		
North Island 9-1-1 Corporation (Note 11)	188,039	503,039
Septage sludge disposal (Note 12)	254,500	279,950
Tangible capital assets (Note 14)	14,040,595	13,458,024
Prepaid expenses	101,127	73,566
	<u>14,584,261</u>	<u>14,314,579</u>
Accumulated surplus (Note 15)	<u>\$ 18,129,193</u>	<u>\$ 17,574,098</u>

Approved by:

 Board Chairperson

 Administrator/Treasurer

**Powell River Regional District
Statement of Operations**

For the year ended December 31	Budget 2015	2015	2014
Revenue			
Taxation levies	\$ 3,986,614	\$ 3,986,614	\$ 3,641,158
Parcel tax	265,217	265,217	212,792
Government grants	680,728	653,287	1,364,436
Recovery from municipality - debt charges	742,744	735,243	750,289
Tipping fees	1,006,448	1,059,111	1,009,365
Sale of services - cemetery & miscellaneous	70,193	94,929	93,126
Parks fees	111,779	107,282	111,905
Water and sewer user fees	102,401	103,993	89,957
Interest and sundry	613,166	611,266	737,220
Administration recoveries	391,103	389,198	405,504
	7,970,393	8,006,140	8,415,752
Expenses			
Administration and general	1,433,123	1,374,802	1,283,490
Planning	387,347	358,894	294,762
Waste management	1,674,026	1,352,957	1,540,487
Cemetery operations	212,706	188,335	177,571
Parks operations	468,941	389,977	389,371
Fire protection	811,147	683,296	606,927
Emergency telephone (911) services	210,697	519,971	198,439
Texada medical clinic	49,001	43,966	34,479
Texada recreation commission	100,421	86,025	64,860
Texada airport	61,146	44,615	75,426
House numbering	10,318	4,484	5,265
Recreation program	56,944	56,944	93,100
Rural paratransit	145,120	100,954	79,073
Emergency program EA's C & D	25,811	25,811	4,288
Electoral area feasibility study	263,454	68,564	174,430
Library services	282,569	271,918	266,779
Savary Island marine transportation facilities	73,577	46,750	31,404
Texada Island marine transportation facilities	25,612	11,076	10,036
Lasqueti Island marine ramp	5,454	1,954	3,664
Northside recreation	45,937	23,574	28,462
Emergency preparedness service	258,759	251,187	257,555
Septage disposal (Note 12)	12,475	37,725	37,599
Economic development service	37,818	32,837	36,038
Water and sewer system	173,651	131,044	99,731
Texada heritage commission	21,428	13,623	20,924
Regional animal shelter service	77,477	77,477	76,650
Debt services - City of Powell River	742,744	735,243	750,289
Debt services - Regional District	441,153	65,223	(2,174)
Less: lease principal payments included in function expenses	(96,493)	(96,493)	(106,063)

Powell River Regional District
Statement of Changes in Net Financial Assets

For the year ended December 31	Budget 2015	2015	2014
Annual surplus	\$ (41,970)	\$ 555,095	\$ 1,417,923
Acquisition of tangible capital assets	(2,825,783)	(1,138,933)	(2,174,207)
Amortization of tangible capital assets	-	555,062	458,075
(Gain) loss on sale of tangible capital assets	-	(6,750)	6,891
Impairment on investment in North Island 9-1-1	-	315,000	-
Proceeds on sale of tangible capital assets	-	8,050	3,500
Amortization of Septage Sludge Disposal	-	25,450	25,450
	(2,867,753)	312,974	(262,368)
Acquisition of other assets	-	(27,561)	(29,264)
Change in net financial assets	(2,867,753)	285,413	(291,632)
Net financial assets, beginning of year	3,259,519	3,259,519	3,551,151
Net financial assets, end of year	\$ 391,766	\$ 3,544,932	\$ 3,259,519

Powell River Regional District
Summary of Function Balances and Accumulated Surplus

<u>For the year ended December 31</u>	<u>Schedule</u>	<u>2015</u>	<u>2014</u>
Administration and general	1	\$ 68,416	\$ 107,524
Planning	2	30,636	61,096
Waste management	3	220,325	84,668
Cemetery operations	4	44,846	52,294
Parks operations	5	107,683	134,161
Malaspina fire protection area	6	53,613	21,477
Lasqueti fire protection area	7	36,999	8,575
Savary fire protection area	8	67,935	94,352
Northside fire protection area	9	6,543	9,164
Emergency telephone (911) services	10	3,742	482
Texada medical clinic	11	9,338	5,901
Texada recreation commission	12	18,752	5,408
Texada airport	13	21,112	(3,686)
House numbering	14	5,930	2,446
Recreation program	15	-	-
Rural paratransit	16	36,225	52,995
Emergency program EA's C & D	17	4	10,811
Electoral area feasibility study	18	6,936	-
Library services	19	10,555	5,501
Savary Island public marine transportation facilities	20	26,863	15,081
Texada Island public marine transportation facilities	21	14,553	15,458
Lasqueti Island marine ramp	22	8,518	6,784
Northside recreation	23	22,714	8,267
Emergency preparedness service	24	16,740	24,125
Septage disposal	25	6,622	508
Economic development service	26	4,981	1
Water fund - Myrtle Pond	27	-	7,918
Sewer fund - Lund Sewer	28	70,792	61,931
Texada heritage commission	29	7,813	8,408
Regional animal shelter service	30	-	1,350
Total function balances		929,186	803,000

**Powell River Regional District
Statement of Cash Flows**

For the year ended December 31	2015	2014
Cash provided (used in)		
Operating transactions		
Annual surplus	\$ 555,095	\$ 1,417,923
Changes in non-cash operating balances		
Accounts receivable	267,994	(81,143)
Other assets	(27,562)	(29,264)
Accounts payable	(2,678,243)	313,599
Deposits	-	(58,913)
Deferred government transfers	-	(898,122)
Items not involving cash		
Amortization of tangible capital assets	555,062	458,076
Amortization of Septage Sludge Disposal	25,450	25,450
(Gain) loss on disposal and impairment of tangible capital assets	(6,750)	6,891
Impairment of investment in North Island 9-1-1	315,000	-
Landfill closure and post closure costs	7,430	148,000
	<u>(986,524)</u>	<u>1,302,497</u>
Capital transactions		
Proceeds from sale of tangible capital assets	8,050	3,500
Acquisition of tangible capital assets	(749,873)	(1,651,443)
	<u>(741,823)</u>	<u>(1,647,943)</u>
Financing transactions		
Development cost charges	3,093	69
Debt proceeds	-	42,732
Repayment of long-term debt, leases and short-term borrowing	(492,984)	(232,220)
	<u>(489,891)</u>	<u>(189,419)</u>
Increase in cash and short-term investments for the year	(2,218,238)	(534,865)
Cash and short-term investments, beginning of year	8,090,928	8,625,793
Cash and short-term investments, end of year	\$ 5,872,690	\$ 8,090,928
Non-cash transaction		
Tangible capital assets additions through capital leases	\$ 389,060	\$ 522,764

Powell River Regional District Summary of Significant Accounting Policies

December 31, 2015

Powell River Regional District ("the Regional District") is a local government in the province of British Columbia. The Regional District prepares its financial statements in accordance with Canadian public sector standards using guidelines developed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants.

Following is a summary of the significant accounting policies of the Regional District:

Revenue Recognition - Taxation - Taxes are recognized as revenue in the year they are levied.

Revenue Recognition - Development Cost Charges - Receipts which are restricted by the legislation of senior government are reported as Development Cost Charges liability at the time they are received. When qualifying expenditures are incurred Development Cost Charges are brought into revenue as Development revenue.

Revenue Recognition - Cemetery Operations - Revenue from the sale of reserved plots is considered revenue in the year received. Any refunds which may be applied for in the future will be considered an operating expenditure of that year.

Government Transfers - Government transfers, are recognized as revenue in the financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue if the transfer stipulations give rise to a liability. The transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

When the Regional District is deemed the transferor, the transfer expense is recognized when the recipient is authorized and has met the eligibility criteria.

The most significant government transfer relates to the Community Works Fund (Note 3). These funds are recognized as revenue in the year the funds are received.

Powell River Regional District Summary of Significant Accounting Policies

December 31, 2015

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization and are classified according to their functional use. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is put into use.

Estimate useful lives of tangible capital assets are as follows:

Land improvements	10 to 50 years
Parks infrastructure	35 years
Buildings	20 to 50 years
Machinery and equipment	5 to 35 years
Vehicles	10 to 30 years
Water systems	10 to 80 years
Sewer systems	10 to 80 years
Structures (docks and sheds)	40 to 50 years

Landfill Closure and Post Closure Liability

The landfill closure and post closure liability is based on estimated costs to close and post closure activities of the solid waste landfill site at the end of its expected useful life. The estimated cost is accrued as the landfill site's capacity is used. The liability and annual expense is calculated based on the rate of utilization to total capacity. Any changes in estimate are recorded prospectively.

Interest on Long-Term Debt

Interest on long-term debt of the Regional District is recorded on the accrual basis.

Leased Assets

Leases entered into that transfer substantially all the benefits and risks associated with ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the Regional District, and the obligation, including interest thereon, is repaid over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Financial Instruments

The Regional District's financial instruments consist of cash and short-

Powell River Regional District Summary of Significant Accounting Policies

December 31, 2015

Non-Financial Assets Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

Use of Estimates The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. Areas requiring the greatest degree of estimation include useful life of tangible capital assets.

Powell River Regional District
Notes to Financial Statements

December 31, 2015

1. Municipal Finance Authority Reserve Deposits and Demand Notes

The Regional District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund and totals \$9,580 (2014 - \$16,498). The Regional District also executes demand notes in connection with each debenture totaling \$14,435 (2014 - \$28,504) whereby the Regional District may be required to loan certain amounts to the Municipal Finance Authority. Debt reserve funds are also held on behalf of the City of Powell River and total \$454,840 (2014 - \$450,399). All amounts related to the reserve deposits and demand notes are not recorded elsewhere in these financial statements.

2. Cash and Short-Term Investments

	<u>2015</u>	<u>2014</u>
Cash accounts (prime - 1.5%)	\$ 185,217	\$ 471,934
MFA - Money Market	-	1,506,245
MFA - Bond Fund	3,111,665	3,036,670
Short-term GIC	1,000,000	2,500,000
Chartered bank (prime - 1.5%)	5,206,519	4,071,106
Other cash held	<u>313,121</u>	<u>800,470</u>
Less portion held for the Powell River Hospital District	<u>(3,943,832)</u>	<u>(4,295,497)</u>
Cash and short-term investments	<u>\$ 5,872,690</u>	<u>\$ 8,090,928</u>

Powell River Regional District
Notes to Financial Statements

December 31, 2015

3. Community Works Fund

During 2014 the Regional District entered into a Renewed Gas Tax Agreement that differed in several key ways from the previous agreement. The result of these differences (and in accordance with the Regional District's accounting policy for Government Transfers) is that revenues under the Community Works Fund portion of the program will be recognized when allocated to the Regional District.

The Renewed Gas Tax Agreement also provides that any unspent amounts from the previous agreement of \$898,122 will be brought forward to the new agreement. These amounts were previously recorded as deferred revenue. The impact of this new agreement is an increase of revenue in 2014 of \$898,122 to recognize the amounts previously deferred.

The Regional District has transferred the unspent funds to the reserve and continues to track the unspent amounts in the Community Works Reserve Fund. The continuity of this fund is presented in the table below:

	2015	2014
Community Works Fund Reserve, opening Balance	\$ 505,817	\$ -
Add: Transfer of unspent amounts from deferred revenue	-	898,122
Amount received during the year	430,513	345,629
Interest earned	12,349	15,760
	<u>948,679</u>	<u>1,259,511</u>
Less: Amount spent	<u>(360,467)</u>	<u>(753,694)</u>
Community Works Fund Reserve, closing Balance	<u>\$ 588,212</u>	<u>\$ 505,817</u>

4. Short-Term Borrowing

During the year, the Regional District received temporary capital financing of \$389,060 (2014 - \$Nil) through the Municipal Finance Authority Interim Financing program bearing interest at 1.42% (2014 - 1.72%). As at December 31, 2015, \$448,125 (2014 - \$106,907) remains of the Interim Financing balance.

Powell River Regional District
Notes to Financial Statements

December 31, 2015

5. Lease Obligation

	2015	2014
Obligation under capital lease - 1.25%, due May 28, 2015, repayable in monthly installments of \$230 including principal and interest	-	1,255
Obligation under capital lease - 1.50%, due June 28, 2015, repayable in monthly installments of \$256 including principal and interest	-	1,546
Obligation under capital lease - 2.00%, due April 28th, 2017, repayable in monthly installments of \$109 including principal and interest, repaid during the year.	1,536	2,667
Obligation under capital lease - 2.00%, due May 28th, 2017, repayable in monthly installments of \$203 including principal and interest, repaid during the year	3,040	5,140
Obligation under capital lease - 2.00%, due May 28, 2017, repayable in monthly installments of \$576 including principal and interest	8,639	14,598
Obligation under capital lease - 2.00%, due June 28, 2017, repayable in monthly installments of \$919 including principal and interest	14,529	24,015
Obligation under capital lease - 2.00%, due August 28, 2017, repayable in monthly installments of \$1,966 including principal and interest	49,867	69,841
Obligation under capital lease - 2.00%, due October 28, 2016, repayable in monthly installments of \$1,366 including principal and interest	12,047	26,327
Obligation under capital lease - 2.00%, due May 28th, 2018, repayable in monthly installments of \$330 including principal and interest	8,310	11,661
Obligation under capital lease - 2.00%, due July 28th, 2017, repayable in monthly installments of \$537 including principal and interest	14,465	19,901
Obligation under capital lease - 2.00%, due September 17th, 2019, repayable in monthly installments of \$2,043 including principal		

Powell River Regional District
Notes to Financial Statements

December 31, 2015

5. Lease Obligation (Continued)

Obligations under capital lease are collateralized by the assets under lease.

The future minimum lease payments are as follows:

Year	Amount
2016	\$ 109,987
2017	94,934
2018	48,850
2019	182,576
2020	193,870
	<hr/>
	630,217
Less: imputed interest	(37,946)
	<hr/>
	\$ 592,271
	<hr/>

Powell River Regional District
Notes to Financial Statements

December 31, 2015

6. Long-Term Debt

	2015	2014
Debt of the Regional District		
Issued 2004, maturing 2024, 5.5%	\$ 39,925	\$ 43,373
Issued 2005, maturing 2025, 4.17%	-	328,107
Issued 2010, maturing 2030, 4.5%	58,950	61,781
Issued 2011, maturing 2026, 4.2%	19,698	21,103
Issued 2012, maturing 2042, 2.9%	513,722	524,213
Issued 2012, maturing 2032, 2.9%	8,563	8,911
Issued 2013, maturing 2043, 3.15%	60,574	61,739
Issued 2013, maturing 2033, 3.15%	2,449	2,541
Issued 2014, maturing 2034, 3.30%	41,970	42,732
	<u>745,851</u>	<u>1,094,500</u>
Debt of the City of Powell River	8,578,151	9,030,975
	<u>\$ 9,324,002</u>	<u>\$ 10,125,475</u>

The Regional District has adopted bylaw No. 476 to authorize temporary borrowing from the Local Government for the purchase of head office for General Administration in the amount of \$88,000 (Note 4). This debt has been paid off in August 2014.

Future principal requirement on Regional District debt:

2016	\$ 21,398
2017	22,290
2018	23,219
2019	24,188
2020 and beyond	<u>654,756</u>
	<u>\$ 745,851</u>

7. Landfill Closure and Post Closure Liability

The Regional District has estimated that the remaining life of its landfill is 14 years. The future closure costs at the end of the life are estimated to be \$240,000. Approximately 62%

Powell River Regional District
Notes to Financial Statements

December 31, 2015

8. Pension Plan

The employer and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The Board of Trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2015, plan membership is broken down into about 185,000 active members, 80,000 retired members, and 33,000 inactive members. Active members include approximately 37,000 contributors from local governments. The plan holds assets in excess of \$40 billion.

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

The most recent valuation for the Municipal Pension Plan as of December 31, 2012, indicated a \$1,370 million funding deficit for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2015, with results available in later in 2016.

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

The Regional District paid \$89,357 (2014 - \$75,865) for employer contributions while employees contributed \$110,213 (2014 - \$91,971) to the plan in fiscal 2015.

9. Commitments

The Regional District has the following commitments:

- a waste transport service at an estimated cost of \$278,000 per annum;

Powell River Regional District
Notes to Financial Statements

December 31, 2015

10. Investment in Non-Financial Assets

	2015	2014
Investment in non-financial assets, beginning of year	\$ 12,424,408	\$ 11,048,130
Tangible capital assets additions	1,138,933	2,174,207
Amortization of tangible capital assets	(555,062)	(458,075)
Additions funded by debt and lease	(389,060)	(565,496)
Impairment on investment in North Island 9-1-1	(315,000)	-
Long-term debt payments	348,649	47,930
Short-term debt payments	47,842	78,227
Lease principal payments	96,493	106,063
Capital assets disposal and adjustments	(1,300)	(10,392)
Other assets additions	27,561	29,264
Amortization of Septage Sludge Disposal	(25,450)	(25,450)
Investment in non-financial assets, end of year	<u>\$ 12,798,014</u>	<u>\$ 12,424,408</u>

11. The North Island 9-1-1 Corporation

The 911 emergency dispatch service is provided by the North Island 9-1-1 Corporation which is owned by the Regional Districts of Comox Strathcona, Mount Waddington, Alberni Clayoquot, Nanaimo and Powell River. The shares in the corporation are owned as follows:

Alberni Clayoquot	3 shares
Comox Valley	6 shares
Mount Waddington	1 shares
Nanaimo	5 shares
Powell River	2 shares
Strathcona	4 shares

The Regional District paid a partnership fee of \$374,068 to buy into the North Island 9-1-1 Corporation. In addition, the Regional District has contributed towards capital costs for the system. The total of the partnership fee, related interest costs and capital costs is reported as the Regional District's share of the physical assets. The contribution to the Corporation is recorded at cost.

During the year management reviewed its investment in North Island 9-1-1 in comparison to the Corporation's accumulated equity. Due to the fact that the Corporation has incurred consistent operating losses and the assets have depleted, the investment was considered to

Powell River Regional District
Notes to Financial Statements

December 31, 2015

12. Septage Sludge Disposal

The Regional District has contracted with the City of Powell River in order to allow use of their sewage lagoon for the disposal of septage and sewage sludge generated in electoral area A-D until 2025. The agreement required an up-front payment of \$509,000 in 2005 and contains further commitments of the Regional District as set out in Note 9.

13. Expenditures by Object

	2015	2014
Materials, supplies and other	\$ 4,781,813	\$ 4,906,510
Salaries, wages, and benefits	1,746,390	1,539,468
Amortization of tangible capital assets	555,062	458,076
Amortization of septage sludge disposal	25,450	25,450
Gain (Loss) on disposal and impairment	(6,750)	6,891
Impairment loss on investment in North Island 9-1-1	315,000	-
Debt interest	34,080	61,434
	<hr/>	<hr/>
	7,451,045	6,997,829
Capital expenditures	1,138,933	2,156,535
	<hr/>	<hr/>
	\$ 8,589,978	\$ 9,154,364

Powell River Regional District

Notes to Financial Statements

Assets

2015												
Land	Land Improvements	Land	Infrastructure	Parks	Buildings	Construction in progress	Machinery & Equipment	Vehicles	Water Systems	Sewer Systems	Structures (Docks and Sheds)	Total
\$ 1,102,268	\$ 1,563,289	\$	72,231	\$ 4,874,203	\$ 361,713	\$ 1,395,468	\$ 2,742,583	\$ 1,435,185	\$ 1,929,368	\$ 3,154,957	\$ 18,631,265	
98,618	247,819		8,146	64,833	506,060	29,032	130,942	45,737	7,746	-	1,138,933	
							(13,920)				(13,920)	
					(361,414)	21,594			339,820			
1,200,886	1,811,108		80,377	4,939,036	506,359	1,446,094	2,859,605	1,820,742	1,937,114	3,154,957	19,756,278	

Powell River Regional District
Notes to Financial Statements

Assets (Continued)

												2014
Land	Land Improvements	Land	Infrastructure	Parks	Buildings	Construction In Progress	Machinery & Equipment	Vehicles	Water Systems	Sewer Systems	Structures (Docks and Sheds)	Total
\$ 1,144,190	\$ 1,249,377	\$	57,928	\$ 3,893,732	\$ 374,647	\$ 1,235,447	\$ 2,146,877	\$ 1,391,683	\$ 1,929,368	\$ 3,101,786	\$ 16,525,035	
	319,301		14,303	1,024,577	(12,934)	145,386	621,812	44,090	-	-	2,156,535	
				(41,165)	-	-	(26,812)	-	-	-	(67,977)	
(41,922)	(5,389)		-	(2,941)	-	14,635	706	(588)	-	-	53,171	17,672
1,102,268	1,563,289		72,231	4,874,203	361,713	1,395,468	2,742,583	1,435,185	1,929,368	3,154,957	18,631,265	
-	304,987		23,283	961,635	-	826,461	1,179,762	171,602	559,496	745,525	4,772,751	
-	29,075		1,989	107,009	-	91,262	68,135	35,476	44,591	80,538	458,075	
-	-		-	(32,074)	-	-	(25,511)	-	-	-	(57,585)	
-	334,062		25,272	1,036,570	-	917,723	1,222,386	207,078	604,087	826,063	5,173,241	
\$ 1,102,268	\$ 1,229,227	\$	46,959	\$ 3,837,633	\$ 361,713	\$ 477,745	\$ 1,520,197	\$ 1,228,107	\$ 1,325,281	\$ 2,328,894	\$ 13,458,024	

Powell River Regional District
Notes to Financial Statements

December 31, 2015

15. Accumulated Surplus

The Regional District segregates its accumulated surplus in the following categories: function balances, provisions for future expenditure (both capital and operating), investment in non-financial assets, reserve funds and unspent capital funds.

	2015	2014
Function balances	\$ 929,186	\$ 803,000
Reserve for future capital expenditures	1,269,351	1,244,444
Reserve for future expenditures	1,371,784	1,497,388
Statutory Reserve fund	1,760,858	1,604,858
Investment in Non-Financial Assets	12,798,014	12,424,408
	<u>\$ 18,129,193</u>	<u>\$ 17,574,098</u>

The Investment in non-financial assets represents amounts already spent and invested in infrastructure and other non-financial assets.

Reserve funds represent funds set aside by bylaw or council resolution for specific purposes. Details of reserve funds are shown below:

	2015	2014
Represented By:		
Cemetery Care Fund	\$ 343,571	\$ 336,264
TMC Capital Reserve	31,407	30,875
MVFD Capital Reserve	90,889	74,497
LVFD Capital Reserve	76,919	75,616
NVFD Capital Reserve	36,635	20,172
SIVFD Capital Reserve	26,755	26,300
LS Capital Reserve	75,469	71,628
TRC Capital Reserve	68,937	51,927
Community Works Reserve (Note 3)	588,212	505,817
Feasibility Studies Reserve	1,010	993
Community Parks Acquisition Reserve	366,698	360,486
Myrtle Pond Reserve	54,234	50,163
General Administration Reserve	122	120
	<u>\$ 1,760,858</u>	<u>\$ 1,604,858</u>

Powell River Regional District
Notes to Financial Statements

December 31, 2015

15. Accumulated Surplus (Continued)

The following provides description of the Regional District's reserve funds:

Cemetery Care Fund -- The Cemetery Care Fund is set aside for future maintenance of the cemetery. Interest earnings of the Fund are used for current year maintenance.

Texada Medical Clinic Capital Reserve -- Monies in this reserve shall be used for capital projects and equipment for the Texada Medical Clinic.

Malaspina Volunteer Fire Department Capital Works Reserve -- Monies in this reserve shall be used for capital expenditures and renewal of existing capital works.

Lasqueti Volunteer Fire Department Capital Reserve -- Monies in this reserve shall be used for capital expenditures and renewal of existing capital works.

Northside Volunteer Fire Department Capital Works Reserve -- Monies in this reserve shall be used for capital expenditures and renewal of existing capital works. Proceeds from the sale of land held by the Northside Fire Department shall be set aside into the reserve.

Savary Island Volunteer Fire Department Capital Works Reserve -- Monies in this reserve shall be used for capital expenditures and renewal of existing capital works.

Lund Sewer Capital Reserve -- Monies in this reserve shall be used for capital expenditures and renewal of existing capital works.

Texada Recreation Commission Reserve -- Monies in this reserve shall be used for capital expenditures.

Community Works Reserve -- This reserve accumulates the funding received for Gas Tax. Monies in this reserve shall be spend on eligible expenditures as outlined in the revised Gas Tax funding agreement between the Regional District and UBCM.

Feasibility Studies Reserve -- Monies in this reserve shall be used for the cost of undertaking feasibility studies in respect of a) the possible establishment of a service; b) the provision of a work or service for a specified area pursuant to Local Government Act; or c) the provision of a work or service by local involvement.

Parks Planning Reserve -- Monies in this reserve shall be used for the purpose of acquiring park lands within the Community Parks service area.

General Administration Reserve -- Monies in this reserve shall be used for capital projects for the General Administration Service and acquisition of land, machinery or equipment, including the extension or renewal of existing capital works.

Reserve for Future Capital Expenditures -- A reserve for solid waste management has been

Powell River Regional District
Notes to Financial Statements

December 31, 2015

16. Comparative Figures

Certain comparative figures have been reclassified to conform to the current year presentation.



Tel: 604 688 5421
Fax: 604 688 5132
vancouver@bdo.ca
www.bdo.ca

BDO Canada LLP
600 Cathedral Place
925 West Georgia Street
Vancouver BC V6C 3L2 Canada

Independent Auditor's Comments on Supplementary Information

To the Board of Directors Powell River Regional District

We have audited the accompanying financial statements of the Powell River Regional District, which comprise the Statement of Financial Position and the Summary of Function Balances and Accumulated Surplus as at December 31, 2015, and the Statements of Operations, Changes in Net Financial Assets and Cash Flows for the year then ended, and summary of significant accounting policies and other explanatory information, and have issued our report thereon dated May 12, 2016 which contained an opinion on the financial statements as a whole. The following supplementary financial information is presented for the purposes of additional analysis and is not a required part of the financial statements. Such supplementary information is the responsibility of management and was derived from the underlying accounting and other records used to prepare the consolidated financial statements.

The supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such supplementary information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves.

BDO Canada LLP

Chartered Professional Accountants

Vancouver, British Columbia
May 12, 2016

Powell River Regional District
Schedule 1 - Administration and General
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 762,891	\$ 762,891	\$ 749,538
Government grants	541,204	541,870	466,314
Recovery from municipality on MFA debt charges	742,744	735,243	750,289
Interest and sundry	10,894	22,908	32,351
Recoveries	391,103	389,198	405,504
	<u>2,448,836</u>	<u>2,452,110</u>	<u>2,403,996</u>
Expenditures			
Directors' indemnities	145,215	143,625	121,464
Debt charges - MFA debentures	742,744	735,243	750,289
Election and convention	48,980	29,818	57,215
General and office	368,812	300,035	289,842
Grants-in-aid	98,790	79,177	118,712
Lease payments	6,152	6,152	6,152
Salaries, wages and benefits	765,174	815,995	690,105
	<u>2,175,867</u>	<u>2,110,045</u>	<u>2,033,779</u>
Excess of revenue over expenses	272,969	342,065	370,217
Transfer to statutory reserves	(324,994)	(324,994)	(345,629)
Transfer from capital	14,060	-	-
Transfer from other functions for feasibility	-	-	5,575
Transfer to non-statutory reserves	(34,256)	(35,945)	(37,285)
Transfer from non-statutory reserves	85,940	86,951	-
Borrowing proceeds	289,000	289,000	-
Capital expenditures	(403,060)	(389,539)	-
Debt payments	(7,175)	(6,646)	(10,843)
Surplus from prior year	107,518	107,524	125,489
Surplus, end of the year	<u>\$ 2</u>	<u>\$ 68,416</u>	<u>\$ 107,524</u>

Powell River Regional District
Schedule 2 - Planning
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 340,637	\$ 340,637	\$ 340,637
Sundry	2,407	5,044	22,515
	<u>343,044</u>	<u>345,681</u>	<u>363,152</u>
Expenditures			
Administration	47,039	47,039	45,190
General and office	101,760	76,187	36,240
Salaries, wages and benefits	238,548	235,668	213,332
	<u>387,347</u>	<u>358,894</u>	<u>294,762</u>
Excess (deficiency) of revenue over expenses	(44,303)	(13,213)	68,390
Transfer to non-statutory reserves	(61,793)	(62,247)	(68,025)
Transfer from (to) statutory reserves	45,000	45,000	(13,250)
Surplus from prior year	61,095	61,096	73,981
Surplus, end of year	<u>\$ (1)</u>	<u>\$ 30,636</u>	<u>\$ 61,096</u>

Powell River Regional District
Schedule 3 - Waste Management
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 334,044	\$ 334,044	\$ 268,841
Interest and sundry	165,146	120,365	140,038
Tipping fees	1,006,448	1,059,111	1,009,365
	<u>1,505,638</u>	<u>1,513,520</u>	<u>1,418,244</u>
Expenditures			
Administration	47,615	47,615	46,268
Contingency	1,000	-	-
Disposal	839,024	809,286	731,764
Recycling	342,909	284,400	338,668
General and office	438,478	201,812	275,787
Landfill closure and post closure	-	4,844	148,000
Wages	5,000	5,000	-
	<u>1,674,026</u>	<u>1,352,957</u>	<u>1,540,487</u>
Excess (deficiency) of revenue over expenses	(168,388)	160,563	(122,243)
Transfer from statutory reserves	200,000	-	2,388
Transfer from non-statutory reserves	40,000	-	148,000
Transfer from non-statutory reserves	112,874	2,041	74,200
Transfer to non-statutory reserves	(29,155)	(26,947)	-
Capital expenditures	(240,000)	-	(97,856)
Surplus from prior year	84,669	84,668	80,179
Surplus, end of year	\$ -	\$ 220,325	\$ 84,668
The surplus end of year relates to:			
Lasqueti	\$ 30,102	\$ 18,396	
Mainland planning	190,223	66,272	
	<u>\$ 220,325</u>	<u>\$ 84,668</u>	

**Powell River Regional District
Schedule 4 - Cemetery Operations
Revenue, Expenditures and Surplus**

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 142,692	\$ 142,692	\$ 141,275
Interest and other	2,185	2,085	2,406
Sale of plots, curbing and service	70,193	85,049	83,653
Truck/Equipment recoveries	21,300	26,872	20,080
	<u>236,370</u>	<u>256,698</u>	<u>247,414</u>
Expenditures			
Administration	14,265	14,266	13,534
Contingency	5,000	-	-
General and office	36,579	35,147	49,949
Labour charges and equipment operation	142,753	124,812	99,978
Lease payments	14,109	14,110	14,110
	<u>212,706</u>	<u>188,335</u>	<u>177,571</u>
Excess of revenue over expenses	23,664	68,363	69,843
Cemetery care fund investment earnings - transferred from reserves	9,248	9,880	9,473
Contribution from (to) accumulated surplus	23,994	(26,874)	(3,601)
Capital expenditures	(109,200)	(58,817)	(32,824)
Surplus from prior year	52,294	52,294	9,403
Surplus, end of year	<u>\$ -</u>	<u>\$ 44,846</u>	<u>\$ 52,294</u>

Powell River Regional District
Schedule 5 - Parks Operations
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 291,494	\$ 291,494	\$ 289,227
Camping fees	111,779	107,282	111,905
Interest and sundry	25,720	44,363	51,387
Other revenue	-	-	174,499
Grant	52,500	-	-
	<u>481,493</u>	<u>443,139</u>	<u>627,018</u>
Expenditures			
Administration	32,134	32,134	31,763
Lease payments	3,015	3,015	5,575
Studies	32,121	15,081	-
Direct charges for maintenance, development and equipment	<u>401,671</u>	<u>339,747</u>	<u>352,033</u>
	<u>468,941</u>	<u>389,977</u>	<u>389,371</u>
Excess of revenue over expenses	12,552	53,162	237,647
Transfer from statutory reserves	390,000	223,742	254,190
Transfer from non-statutory reserves	34,990	18,424	209,159
Transfer to non-statutory reserves	(9,216)	(9,287)	(20,278)
Capital expenditures	(562,490)	(312,519)	(702,821)
Surplus from prior year	<u>134,164</u>	<u>134,161</u>	<u>156,264</u>
Surplus, end of year	\$ -	\$ 107,683	\$ 134,161

The surplus for the year relates to:

Haywire Bay Park	\$ 3,201	\$ 30,539
Palm Beach Park	22,169	25,486
Shelter Point Park	25,885	28,672
Craig Park	28,570	10,921
Paradise Valley Exhibition Park	16,322	-
General Parks	<u>11,536</u>	<u>38,543</u>
	\$ 107,683	\$ 134,161

Powell River Regional District
Schedule 6 - Malaspina Fire Protection Area
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 341,566	\$ 341,566	\$ 298,484
Sundry	-	4,597	25,276
	<u>341,566</u>	<u>346,163</u>	<u>323,760</u>
Expenditures			
Administration	20,946	20,946	19,424
Contingency	5,000	-	-
Honorariums	56,280	53,363	49,608
Loss on disposal of tangible capital assets	-	-	500
General and office	205,514	175,943	181,562
Lease payments	43,804	43,804	45,236
	<u>331,544</u>	<u>294,056</u>	<u>296,330</u>
Excess of revenue over expenses	10,022	52,107	27,430
Transfer from statutory reserves	-	-	-
Transfer to statutory reserves	(15,000)	(15,000)	(22,636)
Capital expenditures	(16,500)	(4,971)	(567,733)
Lease proceeds	-	-	521,335
Surplus from prior year	21,478	21,477	63,081
Surplus, end of year	<u>\$ -</u>	<u>\$ 53,613</u>	<u>\$ 21,477</u>

Powell River Regional District
Schedule 7 - Lasqueti Fire Protection Area
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 71,975	\$ 71,975	\$ 40,665
Parcel tax	30,000	30,000	25,000
Other income	-	46	62
	<u>101,975</u>	<u>102,021</u>	<u>65,727</u>
Expenditures			
Administration	6,213	6,213	4,460
General and office	86,874	49,920	67,619
Honorariums	1,800	1,800	1,800
Lease payments	15,664	15,664	15,664
	<u>110,551</u>	<u>73,597</u>	<u>89,543</u>
Excess (deficiency) of revenue over expenses	(8,576)	28,424	(23,816)
Transfer from statutory reserve fund	6,000	-	19,917
Capital expenditure	(6,000)	-	-
Surplus from prior year	8,576	8,575	12,474
Surplus, end of year	<u>\$ -</u>	<u>\$ 36,999</u>	<u>\$ 8,575</u>

Powell River Regional District
Schedule 8 - Savary Fire Protection Area
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 144,507	\$ 144,507	\$ 141,091
Sundry	6,900	3,914	11,714
Other Revenue	125,507	137,627	18,352
	<u>276,914</u>	<u>286,048</u>	<u>171,157</u>
Expenditures			
Administration	12,744	12,744	7,560
General and office	157,632	102,048	41,341
Honorariums	8,000	6,875	-
	<u>178,376</u>	<u>121,667</u>	<u>48,901</u>
Excess of revenue over expenses	98,538	164,381	122,256
Transfer to statutory reserves	13,307	-	-
Capital expenditures	(196,044)	(146,983)	(28,462)
Transfer to capital	22,430	-	-
Transfer from operating	(22,430)	-	-
Debt Payments	(44,955)	(43,815)	(26,875)
Borrowing	34,800	-	-
Surplus from prior year	94,354	94,352	27,433
Surplus, end of year	<u>\$ -</u>	<u>\$ 67,935</u>	<u>\$ 94,352</u>

Powell River Regional District
Schedule 9 - Northside Fire Protection Area
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 233,598	\$ 233,598	\$ 189,237
Interest and Sundry	32,000	36,046	46,073
Gain on sale of tangible capital assets	-	-	2,700
	<u>265,598</u>	<u>269,644</u>	<u>238,010</u>
Expenditures			
Administration	11,433	11,433	10,211
Contingency	3,000	-	-
General and office	137,418	141,739	123,117
Honorariums	12,500	14,479	12,500
Lease payments	26,325	26,325	26,325
	<u>190,676</u>	<u>193,976</u>	<u>172,153</u>
Excess of revenue over expenses	74,922	75,668	65,857
Transfer from statutory reserves	7,582	-	40,886
Transfer to statutory reserves	(16,000)	(16,000)	-
Capital expenditures	(143,500)	(130,729)	(98,670)
Debt charges - MFA debentures	(32,228)	(31,620)	(30,487)
Borrowing proceeds	100,060	100,060	-
Surplus from prior year	9,164	9,164	31,578
Surplus, end of year	<u>\$ -</u>	<u>\$ 6,543</u>	<u>\$ 9,164</u>

Powell River Regional District
Schedule 10 - Emergency Telephone (911) Services
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 130,368	\$ 130,368	\$ 114,259
Sundry	79,849	77,863	79,850
	<u>210,217</u>	<u>208,231</u>	<u>194,109</u>
Expenditures			
Administration	15,607	15,607	15,109
Contingency	5,505	-	-
General and office	9,384	9,163	8,892
North Island 9-1-1 partnership fee	180,201	180,201	174,438
Impairment of investment in North Island 9-1-1	-	315,000	-
	<u>210,697</u>	<u>519,971</u>	<u>198,439</u>
Excess (deficiency) of revenue over expenses	(480)	(311,740)	(4,330)
Transfer from investment in non-financial assets	-	315,000	-
Surplus from prior year	480	482	4,812
Surplus, end of year	<u>\$ -</u>	<u>\$ 3,742</u>	<u>\$ 482</u>

**Powell River Regional District
Schedule 11 - Texada Medical Clinic
Revenue, Expenditures and Surplus**

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 51,526	\$ 51,526	\$ 43,500
Other revenue	-	50	62
	<u>51,526</u>	<u>51,576</u>	<u>43,562</u>
Expenditures			
Administration	3,630	3,630	2,986
Contingency	1,910	-	-
General and office	32,607	29,439	20,987
Contribution to CHC	7,555	7,548	7,335
Insurance	3,299	3,349	3,171
	<u>49,001</u>	<u>43,966</u>	<u>34,479</u>
Excess of revenue over expenses	2,525	7,610	9,083
Transfer from statutory reserves	30,890	-	5,956
Transfer from reserve	2,500	-	-
Borrowing	82,834	-	-
Debt payments	(2,472)	-	-
Capital expenditures	(122,178)	(4,173)	(21,893)
Surplus from prior year	5,901	5,901	12,755
Surplus, end of year	<u>\$ -</u>	<u>\$ 9,338</u>	<u>\$ 5,901</u>

Powell River Regional District
Schedule 12 - Texada Recreation Commission
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 110,586	\$ 110,586	\$ 87,785
Rental and Sundry	5,427	4,783	5,302
	<u>116,013</u>	<u>115,369</u>	<u>93,087</u>
Expenditures			
Administration	7,290	7,290	4,836
Contingency	2,000	-	-
General and office	58,241	42,738	33,588
Salaries and benefits	32,890	35,997	26,436
	<u>100,421</u>	<u>86,025</u>	<u>64,860</u>
Excess of revenue over expenses	15,592	29,344	28,227
Transfer from statutory reserves	-	-	206,546
Transfer to statutory reserves	(16,000)	(16,000)	(23,904)
Capital expenditures	(5,000)	-	(224,236)
Surplus from prior year	5,408	5,408	18,775
Surplus, end of year	<u>\$ -</u>	<u>\$ 18,752</u>	<u>\$ 5,408</u>

**Powell River Regional District
Schedule 13 - Texada Airport
Revenue, Expenditures and Surplus**

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 62,430	\$ 62,430	\$ 45,000
Sundry	4,170	8,770	3,596
	<u>66,600</u>	<u>71,200</u>	<u>48,596</u>
Expenditures			
Administration	4,529	4,529	4,771
Contingency	2,000	-	-
General and office	54,617	40,086	70,655
	<u>61,146</u>	<u>44,615</u>	<u>75,426</u>
Excess (deficiency) of revenue over expenses	5,454	26,585	(26,830)
Transfer from non-statutory reserves	10,000	-	14,193
Transfer to non-statutory reserves	(1,768)	(1,787)	(1,142)
Capital expenditures	(10,000)	-	(7,996)
Surplus (deficit) from prior year	<u>(3,686)</u>	<u>(3,686)</u>	<u>18,089</u>
Surplus (deficit), end of year	<u>\$ -</u>	<u>\$ 21,112</u>	<u>\$ (3,686)</u>

**Powell River Regional District
Schedule 14 - House Numbering
Revenue, Expenditures and Surplus**

<u>For the year ended December 31</u>	<u>2015 Budget</u>	<u>2015 Actual</u>	<u>2014 Actual</u>
Revenue			
Taxation levies	\$ 6,372	\$ 6,372	\$ 2,506
Grants	1,500	1,500	-
Other revenue	-	96	46
	<u>7,872</u>	<u>7,968</u>	<u>2,552</u>
Expenditures			
Administration	1,500	1,500	750
General and office	8,818	2,984	4,515
	<u>10,318</u>	<u>4,484</u>	<u>5,265</u>
Excess (deficiency) of revenue over expenses	(2,446)	3,484	(2,713)
Surplus from prior year	<u>2,446</u>	<u>2,446</u>	<u>5,159</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 5,930</u>	<u>\$ 2,446</u>

**Powell River Regional District
Schedule 15 - Recreation Program
Revenue, Expenditures and Surplus**

<u>For the year ended December 31</u>	<u>2015 Budget</u>	<u>2015 Actual</u>	<u>2014 Actual</u>
Revenue			
Taxation levies	\$ 56,944	\$ 56,944	\$ 55,330
Sundry	-	-	3,315
	<u>56,944</u>	<u>56,944</u>	<u>58,645</u>
Expenditures			
Administration	1,500	1,500	1,500
Grants-in-aid	55,444	55,444	91,600
	<u>56,944</u>	<u>56,944</u>	<u>93,100</u>
Excess (deficiency) of revenue over expenses	-	-	(34,455)
Transfer from reserve	-	-	34,455
Surplus from prior year	-	-	-
Surplus, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Powell River Regional District
Schedule 16 - Rural Paratransit
Revenue, Expenditures and Surplus**

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 58,455	\$ 58,455	\$ 49,000
Other revenue	33,670	25,729	32,629
	<u>92,125</u>	<u>84,184</u>	<u>81,629</u>
Expenditures			
Administration	10,622	10,622	9,709
Contingency	35,731	-	-
Distribution of fares to CDPR	22,805	17,875	21,635
Miscellaneous	3,114	2,622	1,688
Operating contract	72,848	69,835	46,041
	<u>145,120</u>	<u>100,954</u>	<u>79,073</u>
Excess (deficiency) of revenue over expenses	(52,995)	(16,770)	2,556
Surplus from prior year	52,995	52,995	50,439
Surplus, end of year	\$ -	\$ 36,225	\$ 52,995

Powell River Regional District
Schedule 17 - Emergency Program EA's C & D
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 15,000	\$ 15,000	\$ 15,000
Other revenue	-	4	3
	<u>15,000</u>	<u>15,004</u>	<u>15,003</u>
Expenditures			
Administration	1,500	1,500	750
General and office	663	663	780
Operating grant	<u>23,648</u>	<u>23,648</u>	<u>2,758</u>
	<u>25,811</u>	<u>25,811</u>	<u>4,288</u>
Excess (deficiency) of revenue over expenses	(10,811)	(10,807)	10,715
Surplus from prior year	<u>10,811</u>	<u>10,811</u>	<u>96</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 10,811</u>

Powell River Regional District
Schedule 18 - Electoral Area Feasibility Studies
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 50,000	\$ 50,000	\$ 25,000
Grants	20,000	-	-
Other revenue	1,171	1,363	2,147
	<u>71,171</u>	<u>51,363</u>	<u>27,147</u>
Expenditure			
Administration	2,500	2,500	5,000
Contingency	10,000	-	-
Studies	250,954	66,064	169,430
	<u>263,454</u>	<u>68,564</u>	<u>174,430</u>
Excess (deficiency) of revenue over expenses	(192,283)	(17,201)	(147,283)
Transfer from statutory reserves	174,954	50,000	96,699
Transfer from non-statutory reserves	43,000	-	72,731
Transfer to non-statutory reserves	<u>(25,671)</u>	<u>(25,863)</u>	<u>(22,147)</u>
Surplus, end of year	\$ -	\$ 6,936	\$ -

Powell River Regional District
Schedule 19 - Library Services
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 273,205	\$ 273,205	\$ 265,322
Other revenue	3,863	3,767	3,958
	<u>277,068</u>	<u>276,972</u>	<u>269,280</u>
Expenditures			
Administration	3,000	3,000	3,000
Library grants	269,069	268,918	263,779
Referendum	5,000	-	-
Contingency	5,500	-	-
	<u>282,569</u>	<u>271,918</u>	<u>266,779</u>
Excess (deficiency) of revenue over expenses	(5,501)	5,054	2,501
Surplus from prior year	<u>5,501</u>	<u>5,501</u>	<u>3,000</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 10,555</u>	<u>\$ 5,501</u>

Powell River Regional District
Schedule 20 - Savary Island Public Marine Transportation Facilities Service
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Parcel tax	\$ 179,500	\$ 179,500	\$ 135,000
Interest	2,754	3,698	1,874
	<u>182,254</u>	<u>183,198</u>	<u>136,874</u>
Expenditures			
Administration	5,339	5,339	3,070
General	57,238	37,545	26,465
Repairs and maintenance	11,000	3,866	1,869
	<u>73,577</u>	<u>46,750</u>	<u>31,404</u>
Excess of revenue over expenses	108,677	136,448	105,470
Transfer to non-statutory reserves	(123,758)	(124,666)	(98,576)
Surplus from prior year	15,081	15,081	8,187
Surplus, end of year	<u>\$ -</u>	<u>\$ 26,863</u>	<u>\$ 15,081</u>

Powell River Regional District
Schedule 21 - Texada Island Public Marine Transportation Facilities Service Revenue,
Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 37,000	\$ 37,000	\$ 37,000
Interest	1,933	2,172	1,856
	<u>38,933</u>	<u>39,172</u>	<u>38,856</u>
Expenditures			
Administration	1,500	1,500	1,500
Insurance	7,887	7,887	7,776
Management services	3,205	1,128	597
Miscellaneous and contingency	5,019	14	6
Repairs and maintenance	8,001	547	157
	<u>25,612</u>	<u>11,076</u>	<u>10,036</u>
Excess of revenue over expenses	13,321	28,096	28,820
Transfer to non-statutory reserves	(28,781)	(29,001)	(20,199)
Surplus from prior year	15,458	15,458	6,837
Surplus, end of year	<u>\$ (2)</u>	<u>\$ 14,553</u>	<u>\$ 15,458</u>

Powell River Regional District
Schedule 22 - Lasqueti Island Marine Ramp
Revenue, Expenditures and Surplus

<u>For the year ended December 31</u>	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 11,250	\$ 11,250	\$ 11,250
Interest and sundry	672	754	618
	<u>11,922</u>	<u>12,004</u>	<u>11,868</u>
Expenditures			
Administration and general	<u>5,454</u>	<u>1,954</u>	<u>3,664</u>
	<u>5,454</u>	<u>1,954</u>	<u>3,664</u>
Excess of revenue over expenses	6,468	10,050	8,204
Transfer to non-statutory reserves	(8,252)	(8,316)	(9,948)
Surplus from prior year	<u>6,784</u>	<u>6,784</u>	<u>8,528</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 8,518</u>	<u>\$ 6,784</u>

**Powell River Regional District
Schedule 23 - Northside Recreation
Revenue, Expenditures and Surplus**

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 52,000	\$ 52,000	\$ 50,000
Other	1,102	1,494	2,533
	<u>53,102</u>	<u>53,494</u>	<u>52,533</u>
Expenditures			
Administration	3,402	3,402	2,178
Contingency	1,000	-	-
General expense	41,535	20,172	26,284
	<u>45,937</u>	<u>23,574</u>	<u>28,462</u>
Excess of revenue over expenses	7,165	29,920	24,071
Transfer from reserves	10,000	-	-
Transfer from non-statutory reserves	32,000	23,817	-
Transfer to non-statutory reserves	(9,465)	(9,506)	(28,715)
Capital expenditures	(42,000)	(23,817)	-
Debt payment	(5,967)	(5,967)	(11,607)
Surplus from prior year	8,267	8,267	24,518
Surplus, end of year	<u>\$ -</u>	<u>\$ 22,714</u>	<u>\$ 8,267</u>

Powell River Regional District
Schedule 24 - Emergency Preparedness Service
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 236,849	\$ 236,849	\$ 218,467
Grant	7,760	4,398	30,240
Other	3,435	7,468	6,120
	<u>248,044</u>	<u>248,715</u>	<u>254,827</u>
Expenditures			
Administration	28,340	28,340	30,019
Contingency	6,000	-	-
General expense	224,419	222,847	227,536
	<u>258,759</u>	<u>251,187</u>	<u>257,555</u>
Excess (deficiency) of revenue over expenses	(10,715)	(2,472)	(2,728)
Transfer from non-statutory reserves	25,000	13,901	-
Transfer to non-statutory reserves	(5,000)	(4,913)	(23,602)
Borrowing	25,000	-	-
Debt payments	(1,801)	-	-
Lease payments	(6,609)	-	-
Capital expenditure	(50,000)	(13,901)	-
Surplus from prior year	24,125	24,125	50,455
Surplus, end of year	\$ -	\$ 16,740	\$ 24,125

Powell River Regional District
Schedule 25 - Septage Disposal
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 43,270	\$ 43,270	\$ 44,765
Other	6,697	18,295	6,928
	<u>49,967</u>	<u>61,565</u>	<u>51,693</u>
Expenditures			
Payments to City	10,704	10,704	10,587
Administration and General	1,571	1,571	1,562
Amortization of Septage Sludge Disposal	-	25,450	25,450
Contingency	200	-	-
	<u>12,475</u>	<u>37,725</u>	<u>37,599</u>
Excess of revenue over expenses	37,492	23,840	14,094
Transfer from non-statutory reserves	304,097	329,547	25,450
Transfer to non-statutory reserves	-	(5,176)	(720)
Debt payments	(342,097)	(342,097)	(38,318)
Surplus from prior year	508	508	2
Surplus, end of year	<u>\$ -</u>	<u>\$ 6,622</u>	<u>\$ 508</u>

Powell River Regional District
Schedule 26 - Economic Development Service
Revenue, Expenditures and Surplus

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 37,817	\$ 37,817	\$ 36,039
	<u>37,817</u>	<u>37,817</u>	<u>36,039</u>
Expenditures			
Administration	1,500	1,500	1,500
Contribution to others	36,318	31,337	34,538
	<u>37,818</u>	<u>32,837</u>	<u>36,038</u>
Excess of revenue over expenses	(1)	4,980	1
Surplus from prior year	<u>1</u>	<u>1</u>	<u>-</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 4,981</u>	<u>\$ 1</u>

Powell River Regional District
Schedule 27 - Water Fund
Revenue, Expenditures and Surplus - Myrtle Pond

For the year ended December 31	2015 Budget	2015 Actual	2014 Actual
Revenue			
User fees	\$ 44,663	\$ 46,630	\$ 34,171
Grant revenue	105,519	105,519	-
Parcel tax	21,075	21,075	21,075
Sundry	3,004	3,031	9,320
	<u>174,261</u>	<u>176,255</u>	<u>64,566</u>
Expenditures			
Admin	3,680	-	-
Bad debt	2,225	-	-
General expense	49,822	60,498	42,874
	<u>55,727</u>	<u>60,498</u>	<u>42,874</u>
Excess of revenue over expenses	118,534	115,757	21,692
Transfer from statutory reserves	50,946	43,812	373,849
Transfer to statutory reserves	(115,519)	(110,814)	(12,929)
Transfer to non-statutory reserves	(4,500)	(4,504)	(3,953)
Capital Expenditure	(50,946)	(45,737)	(373,849)
Debt charges - MFA debentures	(6,432)	(6,432)	(6,432)
Surplus from prior year	7,918	7,918	9,540
Surplus, end of year	\$ 1	\$ -	\$ 7,918

Powell River Regional District
Schedule 28 - Sewer Fund
Revenue, Expenditures and Surplus - Lund Sewer

<u>For the year ended December 31</u>	<u>2015</u> <u>Budget</u>	<u>2015</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
Revenue			
Parcel tax	\$ 34,642	\$ 34,642	\$ 31,717
User fees	57,738	57,363	55,786
Other revenue	-	35	52
	<u>92,380</u>	<u>92,040</u>	<u>87,555</u>
Expenditures			
Administration	7,365	-	-
General expenses	110,559	70,546	56,857
	<u>117,924</u>	<u>70,546</u>	<u>56,857</u>
Excess (deficiency) of revenue over expenses	(25,544)	21,494	30,698
Transfer to statutory reserves	(34,088)	(2,588)	-
Transfer from operating	31,500	-	-
Transfer to capital	(31,500)	-	-
Capital expenditures	-	(7,746)	-
Debt payment	(2,299)	(2,299)	(2,299)
Surplus from prior year	61,931	61,931	33,532
Surplus, end of year	\$ -	\$ 70,792	\$ 61,931

Powell River Regional District
Schedule 29 - Texada Heritage Commission
Revenue, Expenditures and Surplus

<u>For the year ended December 31</u>	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation levies	\$ 14,011	\$ 14,011	\$ 17,918
Other revenue	9	15	11
	<u>14,020</u>	<u>14,026</u>	<u>17,929</u>
Expenditures			
Administration and general	19,367	13,562	20,840
Insurance	61	61	84
Contingency	2,000	-	-
	<u>21,428</u>	<u>13,623</u>	<u>20,924</u>
Excess (deficiency) of revenue over expenses	(7,408)	403	(2,995)
Transfer to non-statutory reserve	(1,000)	(998)	-
Surplus from prior year	<u>8,408</u>	<u>8,408</u>	<u>11,403</u>
Surplus, end of year	<u>\$ -</u>	<u>\$ 7,813</u>	<u>\$ 8,408</u>

Powell River Regional District
Schedule 30 - Regional Animal Shelter Service
Revenue, Expenditures and Surplus

<u>For the year ended December 31</u>	<u>2015</u> <u>Budget</u>	<u>2015</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
Revenue			
Taxation levies	\$ 76,127	\$ 76,127	\$ 64,022
Other revenue	52	53	53
	<u>76,179</u>	<u>76,180</u>	<u>64,075</u>
Expenditures			
Administration and general	1,500	1,500	1,500
Operating grant	75,977	75,977	75,150
	<u>77,477</u>	<u>77,477</u>	<u>76,650</u>
(Deficiency) of revenue over expenses	(1,298)	(1,297)	(12,575)
Transfer to non-statutory reserve - Feasibility	(52)	(53)	(53)
Surplus from prior year	1,350	1,350	13,978
Surplus, end of year	\$ -	-	1,350