

**Columbia Shuswap Regional District
Client Information Package
For the Year Ended December 31, 2017**

Draft

Contact Information

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**Columbia Shuswap Regional District
Consolidated Financial Statements
For the Year Ended December 31, 2017**

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Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of Columbia Shuswap Regional District (the "Regional District") are the responsibility of management and have been approved by the Manager of Financial Services and Chief Administrative Officer on behalf of the Board of Directors (the "Board").

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Certain amounts used in the preparation of the consolidated financial statements are based on management's best estimates and judgements. Actual results could differ as additional information becomes available in the future. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The Regional District maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Regional District's assets are appropriately accounted for and adequately safeguarded.

The Manager of Financial Services, the Chief Administrative Officer and the Board are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Manager of Financial Services, the Chief Administrative Officer and the Board members meet periodically with management, as well as, the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging its responsibilities, and to review the consolidated financial statements and the external independent auditor's report.

The consolidated financial statements have been audited by BDO Canada LLP Chartered Professional Accountants in accordance with Canadian generally accepted auditing standards on behalf of the board. The independent auditor's report expresses its opinion on these consolidated financial statements. The auditors have full and free access to the accounting records and to the Manager of Financial Services, the Chief Administrative Officer and the Board.

Manager, Financial Services

Chief Administrative Officer

Independent Auditor's Report

To the Chair and Board of Columbia Shuswap Regional District

We have audited the accompanying consolidated financial statements of the Columbia Shuswap Regional District, which comprise the consolidated statement of financial position as at December 31, 2017, and the consolidated statements of income, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the consolidated 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 presentation of the consolidated 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 consolidated financial statements present fairly, in all material respects, the financial position of the Columbia Shuswap Regional District as at December 31, 2017 and the results of its income, change in net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants

Salmon Arm, British Columbia
March 29, 2018

COLUMBIA SHUSWAP REGIONAL DISTRICT

Consolidated

As at December 31

	2017	2016
Financial assets		
Cash and cash equivalents	\$ 1,913,867	\$ 1,109,498
Cash - restricted (Note 1)	35,000	35,000
Accounts receivable		
Other	2,666,798	748,036
Joint functions (Note 2)	6,414	8,581
Inventory for resale	43,344	37,972
Investment funds (Note 3)		
Municipal Finance Authority	9,752,696	12,340,513
Raymond James Ltd.	11,919,231	11,662,250
Deposits and demand notes - MFA (Note 9)	3,426,325	3,147,504
Agreements due from member municipalities (Note 4)	48,089,970	47,120,548
Assets held for sale (Note 5)	553,619	-
	78,407,264	76,209,902
Liabilities		
Accounts payable and accrued liabilities	2,323,075	1,368,394
Accrued interest on long-term debt	48,681	9,163
Solid waste landfill closure and post-closure (Note 6)	4,879,900	4,567,800
MFA debt reserves (Note 9)	3,426,325	3,147,504
Restricted revenue		
Development Cost Charge - Falkland Waterworks (Note 7)	4,453	4,398
Developer Cash Contribution in Lieu of Parkland (Note 8)	1,770,477	2,275,482
Temporary borrowing - Municipal Finance Authority (Note 9)	1,750,000	8,400,000
Long-term debt (Note 9)		
Municipal	48,089,970	47,120,548
CSRD	6,714,717	716,989
Capital lease obligation (Note 12)	60,531	86,300
	69,068,129	67,696,578
Net financial assets	9,339,135	8,513,324
Non-financial assets		
Tangible capital assets (Note 10)	68,457,675	62,564,390
Assets under capital lease (Note 11)	157,777	157,777
Prepaid expenses	71,270	21,494
	68,686,722	62,743,661
Accumulated Surplus (Note 13)	\$ 78,025,857	\$ 71,256,985

Manager, Financial Services

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Consolidated Statement of Income

For the year ended December 31

	Budget (Note 18)	2017	2016
Revenues			
Sales and user fees	\$ 5,805,865	\$ 6,332,221	\$ 5,872,086
Tax requisitions	15,810,227	15,822,837	15,684,391
Other revenues from own source			
Return on investments	40,000	298,198	285,295
Actuarial adjustments on MFA debt	-	19,915	17,244
Transfers from other governments			
Government grants			
Grants and grants in lieu	1,860,986	4,416,707	373,122
Municipal government grant	158,116	160,000	158,116
Community Works Fund Agreement	1,967,074	901,254	1,016,320
BC Hydro - grants in lieu	2,000,000	2,051,004	1,728,916
Regional and other external transfers			
Member municipality MFA debt payment	4,911,187	4,710,501	4,750,640
Municipal levies	125,872	125,872	129,355
Other	59,262	1,598,222	177,947
Total Revenues	32,738,589	36,436,731	30,193,432
Expenditures			
General government	4,105,649	3,627,861	3,646,759
Protective services	3,881,274	5,050,719	4,094,487
Transportation and transit	81,750	68,538	70,409
Solid waste management	4,445,018	4,626,055	5,298,113
Development services	3,325,586	2,796,809	2,553,959
Parks, recreation and culture	4,290,484	5,710,454	4,936,579
Debt payments for member municipalities	4,911,187	4,710,501	4,750,640
Water services	972,045	1,785,073	1,502,763
Sewer services	190,884	47,108	134,521
Other	2,045,680	1,244,741	1,199,394
Total expenditures	28,249,557	29,667,859	28,187,624
Annual surplus	4,489,032	6,768,872	2,005,808
Accumulated surplus, beginning of year	71,256,985	71,256,985	69,251,177
Accumulated surplus, end of year	\$ 75,746,017	\$ 78,025,857	\$ 71,256,985

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

COLUMBIA SHUSWAP REGIONAL DISTRICT
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31

	2017 Budget (Note 18)	2017	2016
Annual surplus	\$ 4,489,032	\$ 6,768,872	\$ 2,005,808
Acquisition of tangible capital assets	(8,638,238)	(8,421,560)	(2,508,067)
Contribution of assets held for sale (Note 5)	-	(500,500)	-
Assets held for sale	-	553,618	-
Increase in prepaid expenses	-	(49,776)	(9,609)
Amortization of tangible capital assets	-	2,475,157	2,438,243
Proceeds on sale of tangible capital assets	-	-	101,202
(Gain) loss on sale of tangible capital assets	-	-	141,826
Net change in net financial assets	(4,149,206)	825,811	2,169,403
Net financial assets, beginning of year	8,513,324	8,513,324	6,343,921
Net financial assets, end of year	\$ 4,364,118	\$ 9,339,135	\$ 8,513,324

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Consolidated Statement of Cash Flows

For the year ended December 31

	2017	2016
Operating Activities		
Annual Surplus	\$ 6,768,872	\$ 2,005,808
Items Not Involving Cash:		
Actuarial adjustment on MFA debt	(19,915)	(17,244)
Amortization	2,475,157	2,438,244
Loss on sale of assets	-	141,826
Increase in solid waste landfill closure	312,100	1,137,100
Change in Cash-based Assets and Liabilities:		
(Increase) Decrease in accounts receivable	(1,916,595)	214,658
Increase in inventory	(5,372)	(1,557)
Increase (Decrease) in accounts payable	954,682	(203,481)
Increase (Decrease) in developer cash contributions in lieu of parkland	(505,005)	347,117
Increase in development cost charge	55	2,005
Increase in accrued interest on long-term debt	39,518	-
Increase in prepaid expenses	(49,776)	(9,609)
Decrease in capital lease obligation	(25,769)	(23,480)
	8,027,952	6,031,387
Capital Activities		
Proceeds on sale of tangible capital assets	-	101,202
Cash used to acquire tangible capital assets	(8,368,441)	(2,508,067)
Increase in assets held for sale	(553,619)	-
	(8,922,060)	(2,406,865)
Investing Activity		
(Increase) Decrease in long-term investments	2,330,835	(3,448,883)
Financing Activities		
Net proceeds from temporary borrowing	(6,650,000)	100,000
Proceeds from long-term debt	6,060,606	-
Long-term debt repayment	(42,964)	(42,964)
	(632,358)	57,036
Net Change in Cash and Cash Equivalents	804,369	232,675
Cash and Cash Equivalents, beginning of year	1,144,498	911,823
Cash and Cash Equivalents, end of year	\$ 1,948,867	\$ 1,144,498

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

The consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards which include:

Basis of Presentation

The consolidated financial statements of the Columbia Shuswap Regional District (Regional District) have been prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board ("PSAB") of Chartered Professional Accountants Canada. The resources and operations of the Regional District are segregated into various functions for accounting and financial reporting purposes, each being treated as a separate entity with responsibility for the stewardship of the assets allocated to it.

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or creation of a legal obligation to pay.

Revenue Recognition

Taxation revenues are recognized at the time property tax requisitions for the fiscal year become receivable. Sale of services and user fee revenues are recognized when the service or product is provided by the Regional District. Grant revenues are recognized when the funding becomes receivable or is received.

Government grants and transfers, which include legislative grants, are recognized in the consolidated financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria has been met and reasonable estimates on the amount can be made.

The accounts are maintained on an accrual basis except for temporary borrowing of the Regional District. Grants in lieu of taxes are also recorded on a cash basis because it is not possible to estimate the amounts receivable.

Investment Funds

Funds held with the Municipal Finance Authority are held in a money market fund. Marketable securities consist of GIC's held with Raymond James recorded at fair value as well as one bond recorded at cost with the discount amortized on an annual basis.

Inventory

Inventory is recorded at cost. Cost is the delivered price, determined on a first in, first out basis, for the fuel at the Revelstoke Airport.

Tangible Capital Assets

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

Land	not amortized
Land improvements	10 – 40 years
Buildings	20 – 60 years
Equipment	3 – 25 years
Mobile vehicles	6 – 25 years
Water infrastructure	15 – 60 years
Other	15 – 60 years

Assets under construction, or works in progress, are not amortized until the asset is available for productive use.

Tangible capital assets, received as contributions, are recorded at their fair market value at the date of donation, with a corresponding amount recorded as revenue.

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 District, and the obligation, including interest thereon, is liquidated over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Landfill Closure and Post-Closure Obligation

The estimated costs to close and monitor solid waste landfill sites are based on estimated future expenses in current dollars, adjusted for estimated inflation, and are charged to operations as the landfill site's capacity is used. The change in liability is recorded as an operational expense. These estimates are reviewed and adjusted annually.

Liability for Contaminated Sites

A contaminated site is a site at which substances occur in concentrations that exceed the maximum acceptable amounts under an environmental standard. Sites that are currently in productive use are only considered a contaminated site if an unexpected event results in contamination. A liability for remediation of contaminated sites is recognized when the organization is directly responsible or accepts responsibility; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability includes all costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring. The liability is recorded net of any expected recoveries. No contaminated sites have been identified within the Regional District.

Reserve Funds

Reserve Funds have been established for a number of functional areas to provide for future capital expenditures. These reserves are funded by transfers from the Operating Fund. Expenditures from a reserve can only be made in accordance with the establishing bylaw.

Deferred Revenue

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general regional district purposes are accounted for as deferred revenue on the consolidated statement of financial position. The revenue is recognized in the consolidated statement of operations in the year in which it is used for the specified purpose.

Use of Estimates

The consolidated financial statements of the Regional District have been prepared by management in accordance with Canadian public sector accounting standards. As such, management is required to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and accompanying notes. Actual results could differ from those estimates. Significant estimates in these consolidated financial statements include valuation of accounts receivable, completeness of accounts payable and accrued liabilities, valuation of inventory, amortization of tangible capital assets and solid waste landfill closure and post-closure liability. The financial estimates have, in management's opinion, been properly prepared using careful judgement within reasonable limits of materiality and within the framework of the accounting policies identified.

Long-term Debt

Long-term debt is recorded net of any sinking fund balances. Debt service charges, including principal and interest, are charged against current revenue in the period incurred.

Non-financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenditures, provides the consolidated change in net financial assets for the year.

Budget

The budget figures for the year are from the Annual Budget Bylaw to be adopted by March 31 of each year. They have been reconciled to conform to PSAB financial statements, see Note 18.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

1. Cash - Restricted

The Regional District has issued a letter of credit in favor of Fisheries and Oceans Canada in respect of construction of a boat launch on Shuswap Lake. The letter of credit is secured by a one year GIC maturing September 2018 bearing interest at 0.45% per annum.

2. Due From (To) Joint Functions

The Town of Golden, City of Revelstoke and District of Sicamous operate certain functions on a cost-shared basis with the Regional District. The Regional District records taxation revenues and cost-shared expenditures that relate to the operation of these functions. As at December 31, 2017, amounts due from (to) these jurisdictions are as follows:

	<u>2017</u>	<u>2016</u>
Town of Golden		
Emergency Program	\$ 3,010	\$ (14,873)
Airport	8,609	16,130
Arena	(4,950)	646
Cemetery	(255)	4,455
	<u>6,414</u>	<u>6,358</u>
District of Sicamous		
Parks & Playground	-	(2,534)
Fire Protection	-	1,988
Mosquito Control	-	2,769
	<u>-</u>	<u>2,223</u>
	<u>\$ 6,414</u>	<u>\$ 8,581</u>

COLUMBIA SHUSWAP REGIONAL DISTRICT**Notes to Consolidated Financial Statements**December 31, 2017

3. Investment Funds**a. Raymond James Ltd.**

Fixed Income Securites and Cash	Face Value	Fair Value
CCS GIC 2% 29AUG19	\$ 2,264,208	\$ 2,279,593
CCS GIC 2.1% 28AUG20	1,094,500	1,102,371
CWB GIC 2.37% 27 SEP21	50,000	50,308
EQUITABLE BK GIC 2.4% SEP21	100,000	100,625
HOMEQUITY GIC 2.36% 27SEP21	100,000	100,614
CCS GIC 2.55% 08NOV21	882,255	885,646
CCS GIC 1.7% 05MAR18	289,866	293,930
HSBC BANK GIC 1.7% 05MAR18	289,866	293,930
CWB GIC 1.77% 08MAR18	36,119	36,641
CCS CSH GIC 1.8% 03MAY18	2,000,000	2,060,298
SCOTIA BK GIC 1.85% 27AUG18	1,000,000	1,006,437
HSBC BANK GIC 2.05% 08APR19	318,638	323,434
HSBC BANK GIC 2.05% 27AUG19	1,000,000	1,007,077
CCS GIC 1.85% 20JUL20	359,824	362,815
CCS GIC 1.9% 04AUG20	2,000,000	2,015,512
		<u>\$ 11,919,231</u>

The fair market value of the investments at December 31, 2016 was \$11,416,786.

b. Municipal Finance Authority

The funds held with the Municipal Finance Authority are invested in money market funds; as such, fair market value is equal to carrying value. The 2017 annual rate of return was 0.97% (2016 - 0.79%).

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

4. Agreements Due From Member Municipalities

Agreements due from member municipalities become receivable on the same terms as payable to the Municipal Finance Authority. The Regional District borrows funds upon its credit at large and shall, in the event of default, constitute an indebtedness of the member municipalities for which they are jointly and severally liable.

	2017	2016
City of Revelstoke	\$ 14,282,033	\$ 15,254,567
City of Salmon Arm	23,486,456	25,590,104
District of Sicamous	7,932,063	3,715,517
Town of Golden	2,389,418	2,560,360
	\$ 48,089,970	\$ 47,120,548

5. Assets Held for Sale

Assets held for sale consist of surplus fire trucks and contributed assets as follows:

	2017	2016
Vehicles	\$ 53,119	\$ -
Land	117,500	-
Building	383,000	-
Assets held for sale	\$ 553,619	\$ -

On September 26, 2017, the Golden & Area Community Economic Development Society donated property consisting of land and a building to the Town of Golden and the Columbia Shuswap Regional district jointly. The property, legally described as Lot A Section 13, Township 27, Range 22, West of the 5th Meridian Kootenay District Plan NEP75597 Except Plan EPP3727 and EPP9425, is surplus to the needs of both parties and is currently marketed for sale.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

6. Solid Waste Landfill Closure and Post-Closure Liability

The Environmental Management Act of B.C. and the Ministry of Environment of B.C. set out the landfill criteria to properly close and maintain all active and inactive landfill sites. Under the guidelines, there is a requirement for closure and post-closure care of solid waste landfill sites. Provisions are therefore made over the estimated remaining life of the Regional District landfill sites based on scalehouse records and through tipping fees.

The main components of the landfill closure plans are: final capping using an engineered cap design and the implementation of a drainage and gas management plan. The post-closure care requirements may involve: cap maintenance; groundwater monitoring; gas management system operation and maintenance; inspections; leachate treatment and monitoring; and annual reports. Post-closure care activities begin once the entire landfill site no longer accepts waste and continues on for a period of one hundred years. As the date of the site closure is unknown, management estimates the liability to begin after the closure of the current active phase, assuming another phase will not be opened. In the event another phase is opened, the start date for the liability will be adjusted to begin upon closure of the newly opened phase.

The total liability recorded for the estimated landfill closure and post-closure costs of \$24,000,000 is \$4,879,900 (2016 - \$4,567,800). The estimated liability for the costs is based on the cumulative capacity used to date multiplied by the estimated total expenditures, expressed as discounted present values, assuming 1.29% (2016 - 1.80%) inflation and 3.94% (2016 - 2.10%) weighted-average cost of capital discount rate. The amount remaining to be recognized in future years is \$19,000,000 (2016 - \$18,000,000). The annual provision is reported as an Operating Fund expense and the accumulated provision is reported as a liability on the Consolidated Statement of Financial Position. Reserve funds totalling \$1,375,965 (2016 - \$1,347,230) have been established to provide for this liability in the Landfill Closure Special Reserve Fund.

Future events may result in significant changes to the estimated remaining useful life, estimated total expenses, total or used capacity and the estimated liability. These would be recognized prospectively as a change in estimate when applicable.

The table indicates the remaining landfill life in years and remaining capacity in cubic meters:

	Estimated Remaining Life (Years)	Estimated Total Expenditure for Closure and Post-Closure	Cumulative Capacity Used (m ³)	Total Estimated Capacity (m ³)	Total (%)	Remaining Capacity on December 31, 2017 (m ³)
Salmon Arm	40	\$ 13,846,000	569,000	2,772,000	21	2,203,000
Golden	82	\$ 3,767,000	696,000	1,843,000	38	1,147,000
Revelstoke	28	\$ 4,500,000	217,000	597,000	36	380,000
Sicamous	26	\$ 2,017,000	6,000	163,000	4	157,000

COLUMBIA SHUSWAP REGIONAL DISTRICT**Notes to Consolidated Financial Statements**December 31, 2017

7. Development Cost Charge - Falkland Waterworks

2016	Interest	Contribution from Developers	Transfers to Operating	2017
\$ 4,398	\$ 55	\$ -	\$ -	\$ 4,453

8. Developer Cash Contribution in Lieu of Parkland

	2016	Interest	Contribution from Developers	Transfers to Operating	2017
Area A Parkland Reserve	\$ 243,893	\$ 3,566	\$ 11,200	\$ -	\$ 258,659
Area B Parkland Reserve	105,136	1,496	-	-	106,632
Area C Parkland Reserve	892,693	13,465	175,950	-	1,082,108
Area D Parkland Reserve	137,384	1,893	-	-	139,277
Area E Parkland Reserve	38,746	656	16,250	-	55,652
Area F Parkland reserve	739,994	9,519	25,000	(739,000)	35,513
DCC in Lieu of Parkland Receivable	117,636	-	(25,000)	-	92,636
	\$ 2,275,482	\$ 30,595	\$ 203,400	\$ (739,000)	\$ 1,770,477

Under Section 941 of the Local Government Act, an owner of land being subdivided must either provide park land of not more than 5% of the area of the proposed subdivision, or, pay an amount that equals the market value of that land not dedicated. Funds received in accordance with this legislation are put into a reserve fund to be utilized for future purchases of park land. In certain circumstances, the Board may approve the deferral of payment or land dedication until a future date. In these cases, a receivable has been recorded to accurately portray the total funds available for future park land purchases.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

9. Long-term Debt - (see also Schedule 1 - Long-term Debt)

On November 14, 2013, the Board of Directors authorized the Regional District to borrow \$3,600,000 from the Municipal Finance Authority to finance construction of the new CSRD Administrative Building. As per section 175 of the Community Charter, this debt must be repaid within five years of the date of the initial drawdown. This drawdown took place in May, 2015 and the debt will be repaid by May 2020. At year end, \$1,750,000 remained outstanding. Interest on this liability under agreement is paid monthly and there are no specific terms of repayment other than as required under the Community Charter.

Repayment of long-term debt in the next five years is as follows:

	Principal Repayments	Actuarial Adjustments	Total
2018	\$ 2,301,904	\$ 1,249,023	\$ 3,550,927
2019	2,301,904	1,399,291	3,701,195
2020	2,021,417	1,177,490	3,198,907
2021	1,887,991	1,129,878	3,017,869
2022	1,887,991	1,254,919	3,142,910
Thereafter	19,359,785	18,833,094	38,192,879
	<u>\$ 29,760,992</u>	<u>\$ 25,043,695</u>	<u>\$ 54,804,687</u>

The Regional District issues its debt instruments through the Municipal Finance Authority (MFA). As a condition of these borrowings, portions of the debenture proceeds are withheld by the MFA as a debt reserve fund. At December 31, 2017, the cash deposits in the Debt Reserve Fund were \$1,206,227 (2016 - \$1,093,652). The Regional District also executes demand notes in connection with each debenture whereby the Regional District may be required to loan certain amounts to the MFA. At December 31, 2017, the demand notes totalled \$2,220,098 (2016 - \$2,053,852).

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

10. Tangible Capital Assets

	Land	Land Improvements	Buildings	Equipment	Mobile Vehicles	Water Infrastructure	Other	2017 Total
Cost, beginning of year	\$ 13,631,044	\$ 6,248,331	\$ 23,167,529	\$ 7,804,885	\$ 10,105,000	\$ 23,361,460	\$ 3,938,178	\$ 88,256,427
Additions	4,429,603	362,131	899,053	367,549	225,711	2,137,513	-	8,421,560
Disposals	-	-	-	(27,053)	(399,165)	-	-	(426,218)
Cost, end of year	18,060,647	6,610,462	24,066,582	8,145,381	9,931,546	25,498,973	3,938,178	96,251,769
Accumulated amortization, beginning of year	-	2,309,076	9,020,650	5,046,608	3,859,652	4,662,032	794,019	25,692,037
Amortization	-	240,580	778,492	321,549	402,995	642,287	89,253	2,475,156
Disposals	-	-	-	(27,053)	(346,046)	-	-	(373,099)
Accumulated amortization, end of year	-	2,549,656	9,799,142	5,341,104	3,916,601	5,304,319	883,272	27,794,094
Net carrying value, end of year	\$ 18,060,647	\$ 4,060,806	\$ 14,267,440	\$ 2,804,277	\$ 6,014,945	\$ 20,194,654	\$ 3,054,906	\$ 68,457,675

	Land	Land Improvements	Buildings	Equipment	Mobile Vehicles	Water Infrastructure	Other	2016 Total
Cost, beginning of year	\$ 13,697,144	\$ 6,131,200	\$ 22,851,726	\$ 7,516,739	\$ 9,666,055	\$ 22,413,354	\$ 3,927,896	\$ 86,204,114
Additions	-	220,383	315,803	288,146	712,378	948,106	23,250	2,508,066
Disposals	(66,100)	(103,252)	-	-	(273,433)	-	(12,968)	(455,753)
Cost, end of year	13,631,044	6,248,331	23,167,529	7,804,885	10,105,000	23,361,460	3,938,178	88,256,427
Accumulated amortization, beginning of year	-	2,141,314	8,256,966	4,723,766	3,602,091	4,033,080	709,303	23,466,520
Amortization	-	235,012	763,684	322,842	398,498	628,952	89,255	2,438,243
Disposals	-	(67,250)	-	-	(140,937)	-	(4,539)	(212,726)
Accumulated amortization, end of year	-	2,309,076	9,020,650	5,046,608	3,859,652	4,662,032	794,019	25,692,037
Net carrying value, end of year	\$ 13,631,044	\$ 3,939,255	\$ 14,146,879	\$ 2,758,277	\$ 6,245,348	\$ 18,699,428	\$ 3,144,159	\$ 62,564,390

The net book value of tangible capital assets not being amortized because they are under construction is \$3,052,930 (2016 - \$591,330). These projects consist primarily of water system upgrades to the Lakeview and Sunnybrae Water Systems and an expansion project for the Tappen Sunnybrae fire hall. All of these projects are expected to be completed during 2018.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

11. Assets Under Capital Lease

	2017	2016
Cost, beginning of year	\$ 157,777	\$ 157,777
Cost, end of year	\$ 157,777	\$ 157,777

The asset under capital lease is not being amortized as it was not complete at year end.

12. Obligation Under Capital Lease

	2017	2016
Ricoh, payable in monthly instalments of \$934 including interest at 1.936%, due December 2018	\$ 3,844	\$ 7,461
Ricoh, payable in monthly instalments of \$1,957 including interest at 1.943%, due May 2020	56,687	78,839
	\$ 60,531	\$ 86,300

13. Accumulated Surplus

The accumulated surplus consists of individual fund balances and reserves as follows:

	2017	2016
Operating surplus		
Surplus within Regional District functions	\$ 1,404,012	\$ 2,702,077
Solid waste landfill closure and post-closure	(4,879,900)	(4,567,800)
Community works fund	4,085,467	4,025,855
Total operating surplus	609,579	2,160,132
Statutory Reserves	16,772,455	15,577,975
Equity in tangible capital assets		
Tangible capital assets, at net book value	68,457,675	62,564,390
Assets under Capital Lease	157,777	157,777
Assets held for sale	553,619	-
Temporary borrowing - Municipal Finance Authority	(1,750,000)	(8,400,000)
Capital Lease Obligation	(60,531)	(86,300)
Capital debt	(6,714,717)	(716,989)
Total equity in tangible capital assets	60,643,823	53,518,878
Total accumulated surplus	\$ 78,025,857	\$ 71,256,985

COLUMBIA SHUSWAP REGIONAL DISTRICT**Notes to Consolidated Financial Statements****December 31, 2017**

14. Expenditures by Object

	2017	2016
Amortization	\$ 2,475,157	\$ 2,438,244
Community grants	857,042	917,662
Contracts	6,201,442	5,898,010
Insurance	368,936	347,913
Interest	280,761	233,726
Landfill closure	312,100	1,137,100
MFA debenture payments	4,710,501	4,750,640
Minor equipment	679,907	641,661
Operating expense	4,648,704	3,953,984
Other	1,388,615	708,190
Professional and legal fees	269,127	295,719
Repairs and maintenance	1,244,997	1,164,134
Salaries, wages and benefits	5,265,589	4,792,907
Truck and travel	433,556	398,931
Utilities	531,425	508,803
	\$ 29,667,859	\$ 28,187,624

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15. Pension Information

The Regional District and its employees contribute to the Municipal Pension Plan (Plan), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2016, the Plan has about 193,000 active members and approximately 90,000 retired members. Active members include approximately 38,000 contributors from local governments.

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 may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Municipal Pension Plan as at December 31, 2015 indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rates remained unchanged.

The Regional District paid \$345,000 for employer contributions to the Plan in fiscal 2017 (2016 - \$347,000).

The next valuation will be December 31, 2018 with results available in 2019.

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.

16. Related Party Transaction

The Regional District holds investments for the North Okanagan/Columbia Shuswap Regional Hospital District, which total \$4,359,756 (2016 - \$4,329,466). These investments are not included on the statement of financial position.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Consolidated Financial Statements

December 31, 2017

17. Contractual Obligations

The Regional District has entered into a number of contractual agreements for the provision of goods and services related to the operation and maintenance of Regional District facilities. The Regional District is committed to total minimum obligations under these agreements as follows:

2018	\$ 4,534,438
2019	2,520,952
2020	461,792
2021	85,812
2022	<u>15,000</u>
	<u>\$ 7,617,994</u>

18. Budget Reconciliation

Fiscal plan amounts represent the Financial Plan Bylaw adopted by the Board on March 23, 2017 and amended on October 19, 2017 without estimates for amortization of tangible capital assets.

The Financial Plan anticipated use of surpluses accumulated in previous years to balance against current year expenditures in excess of current year revenues. In addition, the Financial Plan anticipated capital expenditures rather than amortization expense.

Financial Plan Bylaw surplus for the year	\$ -
Add:	
Capital expenditures	8,638,238
Debt repayments	692,965
Transfers to reserves and own funds	<u>6,286,009</u>
	<u>15,617,212</u>
Less:	
Borrowing	2,775,000
Transfers from reserves and own funds	<u>8,353,180</u>
	<u>11,128,180</u>
Budget surplus reported in the financial statements	<u>\$ 4,489,032</u>

Columbia Shuswap Regional District

Schedule 1 - Long-term Debt

For the year ended December 31, 2017

	Security Issuing Bylaw	Issue Date	Term	Interest Rate	Issue Amount	Amount Outstanding December 31, 2016	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding December 31, 2017
City of Salmon Arm	9051	1999	20	5	\$ 7,000,000	\$ 1,507,983	\$ -	\$ 232,044	\$ 248,541	\$ 147,000	\$ 1,027,398
	9054	1999	20	6	1,000,000	215,426	-	33,150	35,506	21,000	146,770
	9059	2002	20	5	775,000	151,315	-	140,305	11,010	7,802	-
	9060	2003	20	5	300,000	139,294	-	9,073	8,037	6,300	122,184
	9062	2003	20	5	2,878,000	1,336,295	-	87,039	77,087	60,438	1,172,169
	9064	2004	30	6	9,900,000	7,528,202	-	149,010	118,591	589,050	7,260,601
	9069	2006	20	5	520,000	310,344	-	17,463	8,387	9,100	284,494
	9070	2006	30	5	1,100,000	549,523	-	12,467	5,988	12,236	531,068
	9071	2006	20	4	1,065,000	635,606	-	35,765	17,176	18,637	582,665
	9074	2007	20	5	500,000	322,305	-	126,791	7,107	24,100	188,407
	9075	2008	20	5	9,000,000	6,215,131	-	302,235	111,394	418,500	5,801,502
	9084	2009	20	4	2,500,000	1,836,904	-	83,954	26,523	103,250	1,726,427
	9086	2010	20	4	2,040,000	1,585,597	-	68,506	18,176	76,092	1,498,915
	9090	2011	30	3	48,370	43,700	-	862	186	1,572	42,652
	9099	2015	20	3	1,800,000	1,736,350	-	63,649	2,227	49,500	1,670,474
	9101	2015	20	3	500,000	482,319	-	17,680	618	13,750	464,021
	9100	2015	25	3	1,020,000	993,812	-	26,187	916	28,051	966,709
						\$ 25,590,106	\$ -	\$ 1,406,180	\$ 697,470	\$ 1,586,378	\$ 23,486,456

Columbia Shuswap Regional District

Schedule 1 - Long-term Debt

For the year ended December 31, 2017

	Security Issuing Bylaw	Issue Date	Term	Interest Rate	Issue Amount	Amount Outstanding December 31, 2016	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding December 31, 2017
City of Revelstoke	9055	2000	20	6	\$ 3,300,000	\$ 925,196	\$ -	\$ 109,393	\$ 106,866	\$ 209,385	\$ 708,937
	9056	2000	20	6	725,000	203,263	-	24,033	23,478	46,001	155,752
	9058	2002	25	3	2,500,000	1,473,402	-	52,381	51,330	43,750	1,369,691
	9061	2003	20	5	850,000	394,667	-	25,706	22,767	17,850	346,194
	9065	2004	25	5	2,000,000	1,332,994	-	41,905	33,350	40,000	1,257,739
	9066	2005	25	5	3,500,000	2,366,581	-	84,042	45,337	54,250	2,237,202
	9072	2007	25	5	625,000	466,180	-	15,007	6,353	28,250	444,820
	9076	2008	25	5	850,000	661,936	-	20,410	7,523	39,525	634,003
	9077	2008	25	5	250,000	194,687	-	6,003	2,213	11,625	186,471
	9078	2008	25	5	400,000	311,499	-	9,605	3,540	18,600	298,354
	9079	2008	25	5	225,000	175,217	-	5,403	1,991	10,463	167,823
	9083	2009	25	5	1,500,000	1,215,520	-	36,018	11,379	73,500	1,168,123
	9087	2010	25	4	225,000	189,163	-	5,403	1,433	8,392	182,327
	9088	2010	25	4	718,000	603,643	-	17,241	4,574	26,781	581,828
	9089	2010	25	4	450,000	378,329	-	10,805	2,867	16,785	364,657
	9091	2011	25	3	750,000	652,458	-	18,009	3,902	24,375	630,547
	9092	2011	25	3	600,000	521,967	-	14,407	3,121	19,500	504,439
	9093	2011	25	3	445,000	387,126	-	10,685	2,315	14,463	374,126
	9094	2012	15	3	500,000	393,963	-	24,971	4,241	17,000	364,751
	9095	2012	25	3	620,000	556,780	-	14,887	2,529	17,980	539,364
	9096	2012	25	3	1,200,000	1,077,640	-	28,814	4,894	34,800	1,043,932
	9097	2013	15	3	915,000	772,355	-	45,696	5,706	28,823	720,953
						\$ 15,254,566	\$ -	\$ 620,824	\$ 351,709	\$ 802,098	\$ 14,282,033

Columbia Shuswap Regional District

Schedule 1 - Long-term Debt

For the year ended December 31, 2017

	Security Issuing Bylaw	Issue Date	Term	Interest Rate	Issue Amount	Amount Outstanding December 31, 2016	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding December 31, 2017
Town of Golden	9073	2007	20	5	\$ 1,265,000	\$ 815,433	\$ -	\$ 42,481	\$ 17,983	\$ 60,973	\$ 754,969
	9081	2008	20	5	1,250,000	863,213	-	41,977	15,472	58,125	805,764
	9082	2009	20	5	1,200,000	881,714	-	40,298	12,731	58,800	828,685
						<u>\$ 2,560,360</u>	<u>\$ -</u>	<u>\$ 124,756</u>	<u>\$ 46,186</u>	<u>\$ 177,898</u>	<u>\$ 2,389,418</u>
District of Sicamous	9085	2011	30	4	\$ 3,000,000	\$ 2,710,278	\$ -	\$ 53,490	\$ 11,588	\$ 126,000	\$ 2,645,200
	9102	2016	25	7	1,005,237	1,005,238	-	25,809	-	26,136	979,429
	9104	2017	25	3	4,307,434	-	4,307,434	-	-	-	4,307,434
						<u>\$ 3,715,516</u>	<u>\$ 4,307,434</u>	<u>\$ 79,299</u>	<u>\$ 11,588</u>	<u>\$ 152,136</u>	<u>\$ 7,932,063</u>
Long-term debt for member municipalities						<u>\$ 47,120,548</u>	<u>\$ 4,307,434</u>	<u>\$ 2,231,059</u>	<u>\$ 1,106,953</u>	<u>\$ 2,718,510</u>	<u>\$ 48,089,970</u>
Regional District	9063	2004	15	5	\$ 330,000	\$ 86,580	\$ -	\$ 15,293	\$ 12,171	\$ 7,920	\$ 59,116
	9080	2008	20	5	524,000	361,859	-	17,597	6,486	24,366	337,776
	9098	2013	20	4	300,000	268,550	-	10,074	1,257	11,550	257,219
	9103	2017	25	3	6,060,606	-	6,060,606	-	-	84,848	6,060,606
Long-term debt for Regional District						<u>\$ 716,989</u>	<u>\$ 6,060,606</u>	<u>\$ 42,964</u>	<u>\$ 19,914</u>	<u>\$ 128,684</u>	<u>\$ 6,714,717</u>
Total long-term debt						<u>\$ 47,837,537</u>	<u>\$ 10,368,040</u>	<u>\$ 2,274,023</u>	<u>\$ 1,126,867</u>	<u>\$ 2,847,194</u>	<u>\$ 54,804,687</u>

Columbia Shuswap Regional District

Schedule 2 - Reserve Funds

For the year ended December 31, 2017

	2016	Interest	Transfer From Operating	Transfer To Operating	Expense	2017
Capital Reserve Funds						
Milfoil	\$ 55,935	\$ 842	\$ 7,655	\$ -	\$ -	\$ 64,432
Regional Feasibility Study Fund	138,783	1,899	10,000	-	-	150,682
Rural Feasibility Study Fund	215,697	2,993	10,000	-	-	228,690
Sicamous & District Rec. Centre	727,476	11,261	7,199	(35,449)	-	710,487
Revelstoke Airport	557,630	6,427	130,059	-	-	694,116
Swansea Point Fire Protection	23,566	533	33,077	-	-	57,176
Falkland Fire Protection	161,305	2,144	39,242	-	-	202,691
Ranchero/Deep Creek Fire Protection	45,860	689	94,515	(90,000)	-	51,064
Nicholson Fire Protection	163,649	2,499	-	(8,918)	-	157,230
Malakwa Fire Protection	21,634	249	5,425	-	-	27,308
Silver Creek Fire Protection	24,078	1,008	71,208	-	-	96,294
Area C Sub-regional Fire Protection	1,000,391	12,409	91,914	(380,868)	-	723,846
Area F Sub-Regional Fire Reserve	174,453	3,604	309,222	-	-	487,279
Golden & District Library	111,863	1,482	2,000	-	-	115,345
Golden Arena	768,815	12,479	19,634	(40,456)	-	760,472
Golden Curling Rink	65,431	1,412	23,000	(39,738)	-	50,105
Administration	31,782	333	-	-	-	32,115
Solid Waste Management	755,842	9,160	384,072	-	-	1,149,074
Rose Clifford Park	21,467	385	-	(6,559)	-	15,293
Area A Community Parks	172,379	2,595	89,315	-	-	264,289
Area B Community Parks	51,486	732	-	-	-	52,218
Area C Community Parks	68,367	1,718	15,000	(38,241)	-	46,844
Area D Community Parks	81,965	1,195	26,000	-	-	109,160
Area E Community Parks	190,386	2,625	42,718	-	-	235,729
Area F Community Parks	302,605	3,339	-	(450,000)	-	(144,056)
Shuswap Emergency Program	119,708	1,376	56,000	(100,000)	-	77,084
911 Emergency Telephone	322,384	3,534	-	(7,949)	-	317,969
Reserve Fund Whitetooth Sale	1,563,798	27,072	-	-	-	1,590,870
Recycling Capital Reserve	-	111	162,458	-	-	162,569
Internal borrowing	-	-	-	(1,864,960)	-	(1,864,960)
	\$ 7,938,735	\$ 116,105	\$ 1,629,713	\$ (3,063,138)	\$ -	\$ 6,621,415

Columbia Shuswap Regional District

Schedule 2 - Reserve Funds

For the year ended December 31, 2017

	2016	Interest	Transfer From Operating	Transfer To Operating	Expense	2017
Operating Reserve Funds						
Insurance deductible	\$ 54,430	\$ -	\$ 26,844	\$ -	\$ 990	\$ 80,284
Eagle Ridge water system	6,300	-	-	-	-	6,300
Creek Maintenance Funds	53,316	1,155	580	-	-	55,051
Economic Opportunity Funds	1,597,947	24,295	1,025,502	(1,388,300)	-	1,259,444
Landfill Closure Special	1,347,230	18,735	10,000	-	-	1,375,965
General Government	40,000	-	207,035	-	-	247,035
Electoral Area Government	35,000	-	219,595	-	-	254,595
Administrative Overhead	17,400	-	31,000	-	-	48,400
Fleet	-	-	13,697	-	-	13,697
Electoral Area B Fire	-	-	15,017	-	-	15,017
Electoral Area E Fire	-	-	6,606	-	-	6,606
Fire Kault Hill	-	-	791	-	-	791
Area F Sub-Regional Fire	-	-	45,000	-	-	45,000
911	-	-	100,000	-	-	100,000
Shuswap Emergency Program	-	-	16,274	-	-	16,274
RAEMP	15,903	-	1,350	-	-	17,253
GAEMP	-	-	5,402	-	-	5,402
Area C Dog Control	-	-	7,938	-	-	7,938
Area D Dog Control	-	-	438	-	-	438
Area F Dog Control	8,000	-	826	-	-	8,826
Shuswap Airport	25,000	-	8,321	-	-	33,321
Golden Airport	8,000	-	24,609	-	-	32,609
St. Ives Street Lights	175	-	-	(125)	-	50
Swansea Point Street Lights	1,144	-	-	(100)	-	1,044
Blind Bay Street Lights	92,166	-	9,080	-	-	101,246
Area E Street Lights	490	-	-	(100)	-	390
Sorrento Street Lights	381	-	-	-	-	381
Sunnybrae Waterworks	-	-	20,044	-	-	20,044
South Shuswap LWMP	4,000	-	18,927	-	-	22,927
North Shuswap LWMP	-	-	25,139	-	-	25,139
Seymour Arm LWMP	2,700	-	6,500	-	-	9,200
Area E LWMP	-	-	28,374	-	-	28,374
Recycling	337,687	-	264,916	-	-	602,603
Cemetery - Golden/Area A	-	-	3,745	-	-	3,745
Cemetery - Revelstoke/Area B	-	-	50,000	-	-	50,000
Area C Fireworks	3,214	-	430	-	-	3,644
Area E Fireworks	-	-	270	-	-	270
Area F Fireworks	1,200	-	600	-	-	1,800
Marine Noise Control	-	-	1,100	-	-	1,100

Columbia Shuswap Regional District

Schedule 2 - Reserve Funds

For the year ended December 31, 2017

	2016	Interest	Transfer From Operating	Transfer To Operating	Expense	2017
Operating Reserve Funds - continued						
GIS/Mapping	\$ 66,000	\$ -	\$ 560	\$ -	\$ -	\$ 66,560
House Numbering	2,081	-	-	(874)	-	1,207
Development Services	260,000	-	192,714	-	-	452,714
Planning Special Projects	58,000	-	8,144	-	-	66,144
Bylaw enforcement	-	-	130,948	-	-	130,948
Blind Bay Trail	-	-	102,173	-	-	102,173
Revelstoke Mosquito	22,000	-	-	(18,550)	-	3,450
Golden Mosquito	24,500	-	-	(2,753)	-	21,747
SC/LC Mosquito	16,000	-	7,978	-	-	23,978
Area E Mosquito	-	-	5,177	-	-	5,177
Film Commission	6,000	-	15,000	-	-	21,000
Area A Economic Development	-	-	30,000	-	-	30,000
Rose Clifford Park	30,000	-	-	(4,736)	-	25,264
Area B Parks	-	-	2,106	-	-	2,106
Area D Parks	9,000	-	16,000	-	-	25,000
Area F Parks	8,500	-	-	-	-	8,500
Area B Recreation	-	-	2,040	-	-	2,040
Golden Curling Rink	-	-	4,800	-	-	4,800
Golden/Area A Library	-	-	2,070	-	-	2,070
Okanagan Library	29,448	-	5,263	-	-	34,711
Golden Museum	3,900	-	-	(1,300)	-	2,600
Area C/D Transit	-	-	4,380	-	-	4,380
	\$ 4,187,112	\$ 44,185	\$ 2,725,303	\$ (1,416,838)	\$ 990	\$ 5,538,772

Columbia Shuswap Regional District

Schedule 2 - Reserve Funds

For the year ended December 31, 2017

	2016	Interest	Transfer From Operating	Transfer To Operating	Expense	2017
Waterworks Reserve Funds						
Falkland	\$ 210,763	\$ 2,544	\$ 3,984	\$ (18,690)	\$ -	\$ 198,601
Cedar Heights	363,602	4,845	54,715	(3,680)	-	419,482
Eagle Bay Estates	138,435	2,228	-	(13,780)	-	126,883
Saratoga	184,189	2,421	44,191	-	-	230,801
MacArthur Reedman	110,692	1,496	3,891	(50,000)	-	66,079
Galena Shores	171,299	2,198	28,802	-	-	202,299
Anglemont Estates	758,843	9,592	954,432	-	-	1,722,867
Sorrento	1,414,267	18,253	116,157	-	-	1,548,677
Cottonwoods Water Reserve	100,038	1,056	-	(17,015)	-	84,079
Sunnybrae Waterworks	-	46	12,454	-	-	12,500
	\$ 3,452,128	\$ 44,679	\$ 1,218,626	\$ (103,165)	\$ -	\$ 4,612,268
Total Reserves	\$ 15,577,975	\$ 204,969	\$ 5,573,642	\$ (4,583,141)	\$ 990	\$ 16,772,455

Draft

Columbia Shuswap Regional District
Schedule 3 - Consolidated Statement of Segmented Information
For the years ended December 31, 2017 and 2016

The Regional District is a diversified municipal government institution that provides a wide range of services to its citizens. The Regional District services are provided by departments and their activities are reported in these service areas. Departments disclosed in the segmental information, along with the services they provide are as follows:

General Government - Board of Directors, Administration and Finance Departments, Feasibility Studies, Grants-In-Aid, Regional Waterworks

Protective Services - Fire Departments, Bylaw Enforcement, Building Inspection, Mosquito Control, Dog Control, Emergency Preparedness, First Responders, and Related Functions

Transportation and Transit - Street Lighting and Transit

Solid Waste Management - Solid Waste Disposal and Recycling

Development Services - Creek Maintenance, GIS and Mapping, House Numbering, Environment Management, Milfoil Control, Weed Control, Economic Development, Tourism Information, and Film Commission

Parks, Recreation and Culture - Community Parks, Arenas, Recreation Centres, Curling Rink, Library Funding, Museums, and TV Rebroadcast

Water Services - Local Area Waterworks

Sewer Services - Liquid Waste Management

Other - Airports, Cemeteries, Shuswap Watershed Council, and Community Works Fund Program

Debt Payments from Member Municipalities - Municipal debenture payments for Golden, Revelstoke, Sicamous and Salmon Arm

Columbia Shuswap Regional District
Schedule 3 - Consolidated Statement of Segmented Information
For the years ended December 31, 2017 and 2016

	General government	Protective services	Transportation and transit	Solid waste management	Development services	Parks, recreation and culture	Water services	Sewer services	Other	Debt payments for member municipalities	2017 Segment Totals
Revenue											
Sales and user fees	\$ 89,216	\$ 77,895	\$ 2,377	\$ 4,284,416	\$ 280,326	\$ 260,503	\$ 915,717	\$ -	\$ 421,771	\$ -	\$ 6,332,221
Tax requisitions	2,181,235	4,404,771	82,679	972,896	2,826,704	3,565,106	995,985	104,684	688,777	-	15,822,837
Other revenues from own source	66,900	35,804	-	28,005	1,996	132,989	44,734	-	7,685	-	318,113
Transfers from other governments	208,219	1,218,777	146	-	171,955	3,176,084	1,852,460	5	901,319	-	7,528,965
Regional and other external transfers	-	125,872	-	-	-	-	-	-	-	4,710,501	4,836,373
Other	-	-	-	-	500,500	1,090,500	7,222	-	-	-	1,598,222
	2,545,570	5,863,119	85,202	5,285,317	3,781,481	8,225,182	3,816,118	104,689	2,019,552	4,710,501	36,436,731
Expenses											
Amortization	214,220	573,830	-	225,049	36,958	593,422	716,217	-	115,461	-	2,475,157
Community grants	314,501	202,000	-	-	-	228,110	-	-	112,431	-	857,042
Contracts	-	696,213	24,120	2,243,251	206,406	2,278,579	225,900	-	526,973	-	6,201,442
Insurance	153,786	123,534	-	3,316	10,377	38,865	30,940	-	8,118	-	368,936
Interest	35,088	26,290	-	41,304	2,748	7,920	144,914	-	22,497	-	280,761
Landfill closure	-	-	-	312,100	-	-	-	-	-	-	312,100
MFA debenture payments	-	-	-	-	-	-	-	-	-	4,710,501	4,710,501
Minor equipment	35,873	484,532	-	34,834	2,462	144,094	(55,295)	-	33,407	-	679,907
Operating expense	336,825	1,614,867	26	1,212,452	745,911	189,298	127,176	46,991	375,158	-	4,648,704
Other	-	-	-	315	-	1,388,300	-	-	-	-	1,388,615
Professional and legal fees	107,107	29,818	-	14,288	84,371	24,654	8,848	-	41	-	269,127
Repairs and maintenance	89,946	172,809	454	106,120	14,600	416,782	422,668	-	21,618	-	1,244,997
Salaries, wages and benefits	2,092,773	811,958	-	371,681	1,645,328	334,346	-	-	9,503	-	5,265,589
Truck and travel	176,664	185,360	-	14,466	41,187	12,752	1,366	117	1,644	-	433,556
Utilities	71,078	129,508	43,938	46,879	6,461	53,332	162,339	-	17,890	-	531,425
	3,627,861	5,050,719	68,538	4,626,055	2,796,809	5,710,454	1,785,073	47,108	1,244,741	4,710,501	29,667,859
	\$ (1,082,291)	\$ 812,400	\$ 16,664	\$ 659,262	\$ 984,672	\$ 2,514,728	\$ 2,031,045	\$ 57,581	\$ 774,811	\$ -	\$ 6,768,872

Columbia Shuswap Regional District
Schedule 3 - Consolidated Statement of Segmented Information
For the years ended December 31, 2017 and 2016

	General government	Protective services	Transportation and transit	Solid waste management	Development services	Parks, recreation and culture	Water services	Sewer services	Other	Debt payments for member municipalities	2016 Segment Totals
Revenue											
Sales and user fees	\$ 83,900	\$ 118,569	\$ 2,028	\$ 4,078,281	\$ 199,392	\$ 240,245	\$ 899,202	\$ 2	\$ 250,467	\$ -	\$ 5,872,086
Tax requisitions	2,383,625	4,398,491	77,285	977,112	2,662,003	3,437,774	915,669	119,401	713,031	-	15,684,391
Other revenues from own source	79,279	29,840	-	20,007	1,768	124,662	32,165	-	14,818	-	302,539
Transfers from other governments	227,899	27,942	131	74,616	35,415	1,763,858	50,217	6	1,096,390	-	3,276,474
Regional and other external transfers	-	129,355	-	-	-	-	-	-	-	4,750,640	4,879,995
Other	-	300	-	-	-	-	177,647	-	-	-	177,947
	2,774,703	4,704,497	79,444	5,150,016	2,898,578	5,566,539	2,074,900	119,409	2,074,706	4,750,640	30,193,432
Expenses											
Amortization	214,220	564,285	-	215,584	53,850	575,406	699,839	-	115,060	-	2,438,244
Community grants	282,392	192,000	-	-	-	224,889	-	-	218,381	-	917,662
Contracts	18,038	605,802	27,915	2,228,221	186,183	2,208,750	201,900	-	421,201	-	5,898,010
Insurance	142,359	114,480	-	3,348	10,616	34,849	34,107	-	8,154	-	347,913
Interest	78,362	25,719	-	29,233	2,404	7,920	72,185	-	17,903	-	233,726
Landfill closure	-	-	-	1,137,100	-	-	-	-	-	-	1,137,100
MFA debenture payments	-	-	-	-	-	-	-	-	-	4,750,640	4,750,640
Minor equipment	34,232	393,114	-	49,992	796	157,996	(2,181)	-	7,712	-	641,661
Operating expense	350,031	1,163,222	33	1,061,328	553,709	284,243	69,638	134,521	337,259	-	3,953,984
Other	20,000	-	-	254	83	640,400	-	-	47,453	-	708,190
Professional and legal fees	101,296	11,540	-	13,240	153,720	2,557	13,325	-	41	-	295,719
Repairs and maintenance	106,430	175,918	387	131,950	10,894	465,978	268,664	-	3,913	-	1,164,134
Salaries, wages and benefits	2,038,240	580,771	-	363,551	1,533,204	273,046	179	-	3,916	-	4,792,907
Truck and travel	181,521	142,481	-	14,590	42,056	15,525	958	-	1,800	-	398,931
Utilities	79,638	125,155	42,074	49,722	6,444	45,020	144,149	-	16,601	-	508,803
	3,646,759	4,094,487	70,409	5,298,113	2,553,959	4,936,579	1,502,763	134,521	1,199,394	4,750,640	28,187,624
	\$ (872,056)	\$ 610,010	\$ 9,035	\$ (148,097)	\$ 344,619	\$ 629,960	\$ 572,137	\$ (15,112)	\$ 875,312	\$ -	\$ 2,005,808