

**Columbia Shuswap Regional District
Client Information Package
For the Year Ended December 31, 2023**

Contact Information

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Columbia Shuswap Regional District
Financial Statements
For the Year Ended December 31, 2023

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Management's Responsibility for Financial Reporting

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

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Certain amounts used in the preparation of the 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 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 Chief Financial Officer, 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 financial statements.

The Chief Financial Officer, 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 financial statements and the external independent auditor's report.

The 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 financial statements. The auditors have full and free access to the accounting records and to the Chief Financial Officer, the Chief Administrative Officer and the Board.

Chief Financial Officer

Chief Administrative Officer



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Independent Auditor's Report

To the Board of Directors of Columbia Shuswap Regional District

Opinion

We have audited the financial statements of the Columbia Shuswap Regional District (the "Regional District"), which comprise the statement of financial position as at December 31, 2023, and the statement of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Regional District as at December 31, 2023, and its results of operations, its change in net financial assets, and its cash flows for the year then ended in accordance with the Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Regional District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements
Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Regional District's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Regional District or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Regional District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Regional District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Regional District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants

Salmon Arm, British Columbia
April 18, 2024

COLUMBIA SHUSWAP REGIONAL DISTRICT

Statement of Financial Position

As at December 31

	2023	2022 (Restated)
Financial assets		
Cash and cash equivalents	\$ 2,455,209	\$ 1,788,394
Cash - restricted (Note 2)	27,090	26,455
Accounts receivable (Note 3)		
Grants	482,300	571,490
Other	5,469,181	2,494,077
Due from Joint functions (Note 3)	-	290,261
Inventory for resale	88,455	82,459
Investment funds (Note 4)		
Municipal Finance Authority	32,080,624	29,466,110
Raymond James Ltd.	13,459,469	13,121,830
Deposits and demand notes - MFA	2,968,430	3,150,794
Agreements due from member municipalities (Note 5)	37,263,049	40,572,071
Assets held for sale	-	4,049
	94,293,807	91,567,990
Liabilities		
Accounts payable and accrued liabilities	3,376,060	2,192,281
Due to Joint functions (Note 3)	1,283	-
Accrued interest on long-term debt	57,786	56,806
Asset Retirement Obligation (Note 6)	47,870,796	46,774,297
MFA debt reserves	2,968,430	3,150,794
Restricted revenue		
Development Cost Charge - Falkland Waterworks (Note 7)	9,098	8,664
Developer Cash Contribution in Lieu of Parkland (Note 8)	2,437,853	2,311,513
Deferred Revenue (Note 9)	1,364,749	856,495
Long-term debt		
Municipal	37,263,049	40,572,071
CSRD	6,906,739	7,218,567
Capital Lease Obligation	-	25,453
	102,255,843	103,166,941
Net financial assets	(7,962,036)	(11,598,951)
Non-financial assets		
Tangible capital assets (Note 10)	84,712,649	82,629,585
Assets under Capital Lease	-	23,210
Prepaid expenses	77,441	75,413
	84,790,090	82,728,208
Accumulated Surplus (Note 11)	\$ 76,828,054	\$ 71,129,257

Chief Financial Officer

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

COLUMBIA SHUSWAP REGIONAL DISTRICT

Statement of Operations and Accumulated Surplus

For the year ended December 31

	Budget (Note 16)	2023	2022 (Restated)
Revenues			
Sales and user fees	\$ 8,270,757	\$ 9,440,025	\$ 9,949,041
Tax requisitions	20,105,164	20,105,164	18,092,594
Other revenues from own source			
Return on investments	100,000	2,350,480	910,201
Actuarial adjustments on MFA debt	-	51,903	42,402
Transfers from other governments			
Government grants			
Grants and grants in lieu	5,388,637	10,562,064	2,063,838
Municipal government grant	160,000	160,000	203,000
Community Works Fund Agreement	2,793,940	977,738	901,779
BC Hydro - grants in lieu	2,618,350	2,698,003	2,567,015
Regional and other external transfers			
Member municipality MFA debt payment	3,994,093	4,068,618	3,974,317
Municipal levies	190,952	190,952	167,934
Other	1,010,861	1,199,558	1,218,836
Total Revenues	44,632,754	51,804,505	40,090,957
Expenditures			
Corporate Services and Finance	5,800,232	7,725,818	6,051,434
Information Technology	398,675	517,230	315,874
Economic Development and Tourism	1,091,780	1,001,080	985,071
Debt payments for member municipalities	3,994,093	4,068,618	3,974,317
Planning	1,495,550	1,274,946	1,370,311
Building and Bylaw	1,416,483	1,084,465	931,775
Environmental Health	7,342,014	9,211,008	8,460,017
Protective services	4,667,592	8,673,440	4,603,187
Parks, recreation and culture	3,895,515	4,498,342	4,550,093
Utilities	1,924,497	2,811,793	2,752,800
Other	3,997,381	5,238,968	3,419,012
Total expenditures	36,023,812	46,105,708	37,413,891
Annual surplus	8,608,942	5,698,797	2,677,066
Accumulated surplus, beginning of year	71,129,257	71,129,257	93,925,850
Adjustment on adoption of ARO standard (Note 1)	-	-	(25,473,659)
Accumulated surplus, beginning of year, as restated	-	-	68,452,191
Accumulated surplus, end of year	\$ 79,738,199	\$ 76,828,054	\$ 71,129,257

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

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

	2023 Budget (Note 16)	2023	2022 (Restated)
Annual surplus	\$ 8,608,942	\$ 5,698,797	\$ 2,677,066
Acquisition of tangible capital assets	(14,205,639)	(5,565,589)	(2,580,870)
Amortization of tangible capital assets	-	3,125,855	2,985,332
Assets held for sale	-	-	4,049
Amortization of assets under capital lease	-	-	92,838
Decrease (Increase) in prepaid expenses	-	(2,028)	16,786
Proceeds on sale of tangible capital assets	-	9,500	-
Loss on sale of tangible capital assets	-	254,332	200,684
Completion of capital lease obligation	-	116,048	-
Net change in net financial assets	(5,596,697)	3,636,915	3,395,885
Net financial assets, beginning of year	9,110,497	(11,598,951)	21,342,879
Adjustment on adoption of ARO standard (Note 1)	-	-	(36,337,715)
Net financial assets, end of year	\$ 3,513,800	\$ (7,962,036)	\$ (11,598,951)

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

COLUMBIA SHUSWAP REGIONAL DISTRICT

Statement of Cash Flows

For the year ended December 31

	2022	
	2023	(Restated)
Operating Activities		
Annual Surplus	\$ 5,698,797	\$ 2,677,066
Items Not Involving Cash:		
Actuarial adjustment on MFA debt	(51,903)	(42,402)
Amortization	3,125,855	3,078,170
Accretion	1,408,566	1,613,759
Changes in asset retirement obligations	(312,067)	(1,218,566)
Loss on disposal of assets	254,332	200,684
Unrealized loss on assets held for sale	-	4,049
Change in Cash-based Assets and Liabilities:		
Increase in accounts receivable	(2,422,001)	(222,169)
Increase in inventory	(5,996)	(17,950)
Increase (decrease) in accounts payable	1,185,063	(384,531)
Increase in developer cash contributions in lieu of parkland	126,339	152,627
Increase (decrease) in deferred revenue	508,254	(489,853)
Increase in development cost charge	434	828
Increase in accrued interest on long-term debt	980	-
Decrease (increase) in prepaid expenses	(2,028)	16,786
Decrease in capital lease obligation	(23,210)	(23,748)
	<u>9,491,415</u>	<u>5,344,750</u>
Capital Activities		
Proceeds on sale of tangible capital assets	9,500	-
Cash used to acquire tangible capital assets	(5,449,541)	(2,580,870)
Decrease (increase) in assets held for sale	4,049	(4,049)
	<u>(5,435,992)</u>	<u>(2,584,919)</u>
Investing Activity		
Increase in long-term investments	<u>(3,128,048)</u>	<u>(5,341,371)</u>
Financing Activities		
Long-term debt repayment	<u>(259,925)</u>	<u>(259,925)</u>
Net Change in Cash and Cash Equivalents	667,450	(2,841,465)
Cash and Cash Equivalents, beginning of year	<u>1,814,849</u>	<u>4,656,314</u>
Cash and Cash Equivalents, end of year	\$ 2,482,299	\$ 1,814,849

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

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

The Columbia Shuswap Regional District ("the Regional District") was incorporated on November 29, 1965 under the Municipal Act. The Regional District is composed of the member municipalities of the City of Revelstoke, the City of Salmon Arm, the District of Sicamous and the Town of Golden, and Electoral Areas A through G.

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

Basis of Presentation

The financial statements of the Columbia Shuswap Regional District (the "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 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.

Use of Estimates

The 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 financial statements and accompanying notes. Actual results could differ from those estimates. Significant estimates in these financial statements include valuation of accounts receivable, completeness of accounts payable and accrued liabilities, valuation of inventory, amortization of tangible capital assets and asset retirement obligations. The financial estimates have, in management's opinion, been properly prepared using careful judgment within reasonable limits of materiality and within the framework of the accounting policies identified.

Financial instruments

Cash and equity instruments quoted in an active market are measured at fair value. All other financial instruments, are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

When investment income and realized and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as revenue in the period in which the resources are used for the purpose specified.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

For portfolio measurements measured at cost, the cost method records the initial investment at cost and earnings from such investments are recognized only to the extent received or receivable. When an investment is written down to recognize an impairment loss, the new carrying value is deemed to be the new cost basis for subsequent accounting purposes.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

Development Cost Charges

Development Cost Charges (DCC) collected to pay for capital costs due to development are recorded as deferred revenue. DCC's are recognized as revenue during the period in which the related development costs are incurred.

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.

Asset Retirement Obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

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

Liabilities are recognized for statutory, contractual, or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development, or normal operation of the assets. The liability is initially recorded at fair value, which is an amount that is the best estimate of the expenditure required to retire a tangible capital asset determined using present value calculation, and the resulting costs are capitalized as part of the carrying amount of the related tangible capital asset. This liability is subsequently reviewed at each financial reporting date and adjusted for the passage of time and for any revisions to the timing, amount required to settle the obligation, or the discount rate. The changes in the liability for the passage of time are recorded as accretion expense in the Statement of Operations and Accumulated Surplus and all other changes are adjusted to the tangible capital asset. If the related tangible capital asset is unrecognized or no longer in productive use, the asset retirement costs are expensed.

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 liquidated over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

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

Capital 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 capital reserve can only be made in accordance with the establishing bylaw. Operating Reserves have been established for a number of functional areas to assist with stabilization of tax rates, as well as to fund projects that occur on a cyclical basis. These reserves are funded by transfers from the Operating Fund, and replace Budgeted Surpluses.

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 statement of financial position. The revenue is recognized in the statement of operations in the year in which it is used for the specified purpose.

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 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 16.

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

1. Change in Accounting Policy

Effective January 1, 2023, the Regional District adopted the new Public Sector Accounting Handbook Standard, PS 3280 - Asset Retirement Obligations. The standard requires the reporting of legal obligations associated with the retirement of tangible capital assets by public sector entities. The standard was adopted on the modified retroactive basis at the date of adoption. Under the modified retroactive method, the discount rate and assumptions used on initial recognition are those as of the date of adoption of the standard. The impact of adoption of this standard is as follows.

	2022 Restated	2022 Originally Presented	Restatement
Tangible capital assets - cost	\$ 128,971,364	\$ 111,102,356	\$ 17,869,008
Accumulated amortization - tangible capital assets	(46,341,779)	(39,119,734)	(7,222,045)
Asset retirement obligation	46,774,297	-	46,774,297
Accumulated surplus	71,129,257	94,317,022	(23,187,765)
Annual surplus	2,677,066	391,172	2,285,894
Amortization	3,078,172	2,861,078	92,840
Accretion	\$ 1,396,666	\$ -	\$ 1,396,666

2. Cash - Restricted

The Regional District has issued a letter of credit in favour 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 August 2024 bearing interest at 2.75% per annum.

3. Accounts receivable

	2023	2022
Government of Canada	\$ 282,880	\$ 162,133
Province of BC	937,107	318,960
Trade and other receivables	3,467,821	1,127,121
Water utilities	187,568	139,532
Non-trade accounts receivable	593,805	746,331
	<u>\$ 5,469,181</u>	<u>\$ 2,494,077</u>

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

3. 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, 2023, amounts due from (to) these jurisdictions are as follows:

	2023	2022
Town of Golden	\$ -	\$ 227,078
City of Revelstoke	-	61,594
District of Sicamous		
Parks & Playground	1,461	(1,167)
Fire Protection	(4,040)	1,859
Mosquito Control	1,296	897
	(1,283)	1,589
	\$ (1,283)	\$ 290,261

4. Investment Funds

	2023	2022
Fixed income securities	\$13,459,469	\$13,270,066
MFA pooled investment funds	32,080,624	29,466,110
	\$45,540,093	\$42,736,176

Investment funds are carried at cost or amortized cost.

Fixed income securities earn fixed rates of interest ranging from 3.9% to 5.55% (1.00% to 5.15% in 2022) with maturity dates ranging from August 2024 to August 2028 (March 2023 to November 2027 in 2022).

MFA pooled investment funds earn rates of return that are based on the market performance of a basket of securities with no fixed rate of return. The 2023 annual rate of return was 5.07% (2022 - 1.93%).

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

5. 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.

	2023	2022
City of Revelstoke	\$ 10,594,671	\$ 11,617,410
City of Salmon Arm	18,923,118	20,737,358
District of Sicamous	6,535,818	6,790,796
Town of Golden	1,209,442	1,426,507
	<u>\$ 37,263,049</u>	<u>\$ 40,572,071</u>

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

6. Asset Retirement Obligation

The Regional District's asset retirement obligation consists of the following obligations:

Solid Waste Landfill Closure and Post-Closure Costs

The Regional District owns and operates four landfills for which a liability had previously been recorded under PS 3270 Solid Waste Landfill Closure and Post-Closure Costs. Adoption of PS 3280 Asset Retirement Obligations has resulted in an increase to the amount previously recorded in the amount of \$33,186,196 related to landfill closure. The final closure of the last landfill is currently expected to occur in 2095. Monitoring of the landfill will be required for an additional 25-200 years after final closure of each landfill. The closure and post-closure costs were discounted using a rate of 3.01% (2022 - 3.03%).

Asbestos Abatement - Buildings

The Regional District owns and operates several buildings that are known or anticipated to contain asbestos, which represents a health hazard upon demolition of the building and there is a legal obligation to remove it. Upon adoption, the Regional District recognized an obligation relating to the removal and post-removal care of the asbestos in these buildings as estimated at January 1, 2022. Estimated remediation costs have been discounted using a rate of 3.01%.

Lease Obligations

The Regional District has reviewed all leases and has identified no material asset retirement obligations as at December 31, 2023.

	2023 Opening Balance	Accretion	Change in Estimates	Additions (Disposals)	2023 Closing Balance
Landfill closure & post-closure	\$ 46,514,116	\$ 1,400,731	\$ -	\$ (312,066)	\$ 47,602,781
Buildings - asbestos	260,181	7,835	-	-	268,016
Total	\$ 46,774,297	\$ 1,408,566	\$ -	\$ (312,066)	\$ 47,870,797

	2022 Opening Balance	Accretion	Change in Estimates	Additions (Disposals)	2022 Closing Balance
Landfill closure & post-closure	\$ 46,126,530	\$ 1,389,060	\$ -	\$ (1,001,474)	\$ 46,514,116
Buildings - asbestos	252,575	7,606	-	-	260,181
Total	\$ 46,379,105	\$ 1,396,666	\$ -	\$ (1,001,474)	\$ 46,774,297

COLUMBIA SHUSWAP REGIONAL DISTRICT**Notes to Financial Statements****December 31, 2023**

7. Development Cost Charge - Falkland Waterworks

2022	Interest	Contribution from Developers	Transfers to Operating	2023
\$ 8,664	\$ 434	\$ -	\$ -	\$ 9,098

8. Developer Cash Contribution in Lieu of Parkland

	2022	Interest	Contribution from Developers	Transfers from (to) Operating	2023
Area A Parkland Reserve	\$ 341,352	\$ 16,869	\$ 23,250	\$ -	\$ 381,471
Area B Parkland Reserve	240,082	11,890	-	-	251,972
Area C Parkland Reserve	1,212,744	36,568	-	(413,298)	836,014
Area D Parkland Reserve	151,711	7,319	-	-	159,030
Area E Parkland Reserve	150,382	7,545	-	-	157,927
Area F Parkland Reserve	39,879	1,781	-	-	41,660
Area G Park Land Reserve	-	21,118	-	413,298	434,416
DCC in Lieu of Parkland Receivable	175,363	-	-	-	175,363
	\$ 2,311,513	\$ 103,089	\$ 23,250	\$ -	\$ 2,437,853

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 Financial Statements****December 31, 2023**

9. Deferred Revenue

Deferred revenue consists primarily of pre-paid water connection fees, pre-paid ice rental fees, and conditional grants received from government and non-government sources. Water connection fees are recognized as revenue when the customer is connected to the water system. Ice rental fees are recognized at the date of rental. Conditional grants are recognized as revenue when all criteria have been met.

	2022	Received	Recognized as Revenue	2023
Deferred water connection fees	\$ 40,500	\$ 4,000	\$ (11,000)	\$ 33,500
Sicamous Arena ice rentals	40,560	77,774	(73,516)	44,818
Deferred grant revenue	774,234	1,948,604	(1,436,407)	1,286,431
Other	1,200	-	(1,200)	-
	\$ 856,494	\$ 2,030,378	\$ (1,522,123)	\$ 1,364,749

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

11. Long Term Debt

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, 2023, the cash deposits in the Debt Reserve Fund were \$1,133,262 (2022 - \$1,175,373). 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, 2023, the demand notes totalled \$1,835,168 (2022 - \$1,975,421).

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

	Principal Repayments	Actuarial Adjustments	Total
2024	\$ 2,118,980	\$ 1,302,932	\$ 3,421,912
2025	2,118,980	1,432,911	3,551,891
2026	2,118,980	1,567,995	3,686,975
2027	2,065,753	1,644,993	3,710,746
2028	1,925,300	1,590,931	3,516,231
Thereafter	13,689,006	12,593,027	26,282,033
	<u>\$ 24,036,999</u>	<u>\$ 20,132,789</u>	<u>\$ 44,169,788</u>

COLUMBIA SHUSWAP REGIONAL DISTRICT
Notes to Financial Statements
December 31, 2023

Long Term Debt (continued)	Security Issuing Bylaw	Issue Date	Term	Interest Rate (%)	Issue Amount	Amount Outstanding Dec 31, 2022	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding Dec 31, 2023
City of Salmon Arm	9060	2003	20	\$ 1	\$ 300,000	\$ 22,926	\$ -	\$ 9,073	\$ 13,853	\$ 3,375	\$ -
	9062	2003	20	1	2,878,000	219,941	-	87,038	132,903	32,378	-
	9064	2004	30	6	9,900,000	5,708,016	-	149,009	209,600	589,050	5,349,407
	9069	2006	20	2	520,000	138,889	-	17,463	15,244	7,956	106,182
	9070	2006	30	1	1,100,000	427,118	-	12,467	10,883	10,698	403,768
	9071	2006	20	2	1,065,000	284,455	-	35,764	31,222	16,295	217,469
	9074	2007	20	4	500,000	103,411	-	11,855	7,430	19,500	84,126
	9075	2008	20	3	9,000,000	3,471,531	-	302,236	221,139	289,800	2,948,156
	9084	2009	20	2	2,500,000	1,104,104	-	83,954	55,836	56,250	964,314
	9086	2010	20	1	2,040,000	1,006,305	-	74,994	36,179	26,112	895,132
	9090	2011	30	1	48,370	36,671	-	982	409	711	35,280
	9099	2015	20	3	1,800,000	1,304,841	-	63,649	17,331	49,500	1,223,861
	9101	2015	20	3	500,000	362,456	-	17,681	4,814	13,750	339,961
	9100	2015	25	3	1,020,000	816,277	-	26,188	7,130	28,050	782,959
	9109	2019	30	2	5,300,000	4,955,667	-	111,402	10,330	118,720	4,833,935
	9110	2020	20	2	845,000	774,750	-	34,777	1,405	16,816	738,568
						20,737,358	-	1,038,532	775,708	1,278,961	18,923,118

COLUMBIA SHUSWAP REGIONAL DISTRICT
Notes to Financial Statements
December 31, 2023

Long Term Debt (continued)	Security Issuing Bylaw	Issue Date	Term	Interest Rate (%)	Issue Amount	Amount Outstanding Dec 31, 2022	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding Dec 31, 2023
City of Revelstoke	9058	2002	25	1	2,500,000	767,968	-	52,381	86,602	36,750	628,985
	9061	2003	20	2	850,000	64,958	-	25,706	39,252	9,563	-
	9065	2004	25	2	2,000,000	821,115	-	41,905	58,945	45,000	720,265
	9066	2005	25	1	3,500,000	1,495,398	-	108,029	60,138	31,850	1,327,231
	9072	2007	25	3	625,000	324,496	-	19,291	9,015	21,188	296,190
	9076	2008	25	3	850,000	476,659	-	20,410	14,934	27,370	441,315
	9077	2008	25	3	250,000	140,194	-	6,003	4,392	8,050	129,799
	9078	2008	25	3	400,000	224,310	-	9,605	7,027	12,880	207,678
	9079	2008	25	3	225,000	126,174	-	5,402	3,953	7,245	116,819
	9083	2009	25	2	1,500,000	901,136	-	36,018	23,955	33,750	841,163
	9087	2010	25	1	225,000	143,246	-	6,029	2,861	2,880	134,356
	9088	2010	25	1	718,000	457,115	-	19,239	9,131	9,190	428,745
	9089	2010	25	1	450,000	286,493	-	12,058	5,723	5,760	268,712
	9091	2011	25	1	750,000	506,119	-	20,095	8,536	11,025	477,488
	9092	2011	25	1	600,000	404,895	-	16,076	6,829	8,820	381,990
	9093	2011	25	1	445,000	300,297	-	11,923	5,065	6,542	283,309
	9094	2012	15	3	500,000	200,201	-	28,715	8,994	16,950	162,492
	9095	2012	25	3	620,000	441,260	-	16,612	6,256	21,018	418,392
	9096	2012	25	3	1,200,000	854,052	-	32,153	12,109	40,680	809,790
	9097	2013	15	4	915,000	431,407	-	45,696	19,343	35,090	366,368
	9107	2018	30	3	708,000	645,740	-	14,880	1,868	22,656	628,992
	9108	2018	20	3	1,900,000	1,604,176	-	70,711	8,873	60,800	1,524,592
				-	-	11,617,409	-	618,937	403,801	475,057	10,594,671

COLUMBIA SHUSWAP REGIONAL DISTRICT
Notes to Financial Statements
December 31, 2023

Long Term Debt (continued)	Security Issuing Bylaw	Issue Date	Term	Interest Rate (%)	Issue Amount	Amount Outstanding Dec 31, 2022	Issued	Principal Payment	Actuarial Adjustment	Interest	Amount Outstanding Dec 31, 2023
Town of Golden	9073	2007	20	4	1,265,000	414,380	-	47,502	29,772	49,335	337,106
	9081	2008	20	3	1,250,000	482,157	-	41,977	30,714	40,250	409,466
	9082	2009	20	2	1,200,000	529,970	-	40,299	26,801	27,000	462,870
						1,426,507	-	129,778	87,287	116,585	1,209,442
District of Sicamous	9085	2011	30	1	3,000,000	2,274,416	-	60,897	25,395	44,100	2,188,124
	9102	2016	25	3	1,005,237	836,187	-	25,808	5,917	23,136	804,462
	9104	2017	25	3	4,307,434	3,680,193	-	118,144	18,817	135,684	3,543,232
						6,790,796	-	204,849	50,129	202,920	6,535,818
Long term debt for member municipalities						40,572,070	-	1,992,096	1,316,925	2,073,523	37,263,049
Regional District	9080	2008	20	3	524,000	202,120	-	17,597	12,875	16,873	171,648
	9098	2013	20	4	300,000	193,383	-	10,074	4,265	11,550	179,044
	9103	2017	25	3	6,060,606	5,178,071	-	166,230	26,476	169,697	4,985,365
	9105	2018	25	3	1,838,384	1,627,434	-	50,423	6,329	57,909	1,570,682
	9106	2018	5	3	82,828	17,559	-	15,601	1,958	2,402	-
Long term debt for Regional District						7,218,567	-	259,925	51,903	258,431	6,906,739
Total long term debt						\$47,790,637	\$ -	\$ 2,252,021	\$ 1,368,828	\$ 2,331,954	\$44,169,788

COLUMBIA SHUSWAP REGIONAL DISTRICT
Notes to Financial Statements
December 31, 2023

10. Tangible Capital Assets

	Land	Land Improvements	Buildings	Equipment	Mobile Vehicles	Water Infrastructure	Other	2023 Total
Cost, beginning of year	\$ 19,978,733	\$ 11,340,622	\$ 27,762,004	\$ 8,448,645	\$ 10,515,534	\$ 28,131,532	\$ 22,794,294	\$ 128,971,364
Additions	35,759	1,891,419	1,559,162	298,832	-	1,220,040	557,238	5,562,450
Disposals	-	(18,085)	(328,651)	(93,043)	-	(61,802)	-	(501,581)
Cost, end of year	20,014,492	13,213,956	28,992,515	8,654,434	10,515,534	29,289,770	23,351,532	134,032,233
Accumulated amortization, beginning of year	-	4,129,712	13,996,748	5,143,422	5,540,173	8,855,255	8,676,469	46,341,779
Amortization	-	395,011	804,394	333,150	428,735	785,373	472,030	3,218,693
Disposals	-	-	(153,919)	(70,294)	-	(16,675)	-	(240,888)
Accumulated amortization, end of year	-	4,524,723	14,647,223	5,406,278	5,968,908	9,623,953	9,148,499	49,319,584
Net carrying value, end of year	\$ 20,014,492	\$ 8,689,233	\$ 14,345,292	\$ 3,248,156	\$ 4,546,626	\$ 19,665,817	\$ 14,203,033	\$ 84,712,649

	Land	Land Improvements	Buildings	Equipment	Mobile Vehicles	Water Infrastructure	Other	2022 (Restated)
Cost, beginning of year	\$ 19,169,860	\$ 11,222,979	\$ 27,436,657	\$ 9,279,858	\$ 10,793,375	\$ 28,269,768	\$ 4,693,211	\$ 110,865,708
Additions	808,873	202,275	241,985	860,105	27,411	192,875	315,437	2,648,961
Disposals	-	(84,632)	-	(1,691,318)	(305,252)	(331,111)	-	(2,412,313)
Adjustment on adoption of PS3280	-	-	83,362	-	-	-	17,785,646	17,869,008
Cost, end of year	19,978,733	11,340,622	27,762,004	8,448,645	10,515,534	28,131,532	22,794,294	128,971,364
Accumulated amortization, beginning of year	-	3,777,322	13,153,679	6,498,996	5,409,439	8,223,194	1,358,725	38,421,355
Amortization	-	352,390	801,703	324,504	435,986	786,222	354,158	3,054,963
Disposals	-	-	-	(1,680,078)	(305,252)	(154,161)	-	(2,139,491)
Adjustment on adoption of PS3280	-	-	41,366	-	-	-	6,963,586	7,004,952
Accumulated amortization, end of year	-	4,129,712	13,996,748	5,143,422	5,540,173	8,855,255	8,676,469	46,341,779
Net carrying value, end of year	\$ 19,978,733	\$ 7,210,910	\$ 13,765,256	\$ 3,305,223	\$ 4,975,361	\$ 19,276,277	\$ 14,117,825	\$ 82,629,585

The net book value of tangible capital assets not being amortized because they are under construction is \$3,955,565 (2022 - \$1,303,320). These projects consist primarily of park and recreation development and water system construction, all of which are expected to be completed within the next 5 years.

COLUMBIA SHUSWAP REGIONAL DISTRICT**Notes to Financial Statements****December 31, 2023**

11. Accumulated Surplus

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

	2023	2022
Operating surplus		
Surplus within Regional District functions	\$ 815,901	\$ 1,190,902
Community works fund	5,635,407	7,148,887
Total operating surplus	6,451,308	8,339,789
Statutory Reserves	40,441,632	34,154,990
Equity in tangible capital assets		
Tangible capital assets, at net book value	84,712,649	82,629,585
Assets under Capital Lease	-	23,210
Asset Retirement Obligation	(47,870,796)	(46,774,297)
Capital Lease Obligation	-	(25,453)
Capital debt	(6,906,739)	(7,218,567)
Total equity in tangible capital assets	29,935,114	28,634,478
Total accumulated surplus	\$ 76,828,054	\$ 71,129,257

12. Expenditures by Object

	2023	2022
Accretion	\$ 1,408,566	\$ 1,396,666
Amortization	3,125,855	3,078,172
Community grants	2,763,358	934,390
Contracts	8,250,609	7,914,667
Insurance	438,006	415,527
Interest	345,374	339,624
MFA debenture payments	4,068,618	3,974,317
Minor equipment	957,680	523,443
Operating expense	9,339,326	7,193,354
Other	2,481,674	923,295
Professional and legal fees	332,182	360,218
Repairs and maintenance	1,962,179	1,628,799
Salaries, wages and benefits	9,261,157	7,707,504
Truck and travel	645,322	347,864
Utilities	725,802	676,051
	\$ 46,105,708	\$ 37,413,891

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

13. Pension Information

The Regional District and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for administering the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2022, the Plan has about 240,000 active members and approximately 124,000 retired members. Active members include approximately 43,000 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 Plan as at December 31, 2021 indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The Regional District paid \$502,605 for employer contributions to the Plan in fiscal 2023 (2022 - \$457,352).

The next valuation will be December 31, 2024 with results available in 2025.

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.

14. Related Party Transaction

The Regional District holds investments for the North Okanagan/Columbia Shuswap Regional Hospital District, which total \$24,267,040 (2022 - \$18,374,213).

15. 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:

2024	\$ 12,470,605
2025	1,556,074
2026	1,143,587
2027	799,180
2028	523,355
Thereafter	<u>750</u>
	<u>\$ 16,493,551</u>

COLUMBIA SHUSWAP REGIONAL DISTRICT

Notes to Financial Statements

December 31, 2023

16. Budget Reconciliation

Fiscal plan amounts represent the Financial Plan Bylaw adopted by the Board on March 16, 2023 without estimates for amortization of tangible capital assets.

The Financial Plan anticipated use of surpluses and Operating Reserves 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	14,205,639
Debt repayments	376,018
Transfers to reserves and own funds	<u>9,128,465</u>
	<u>23,710,122</u>
Less:	
Borrowing	673,696
Transfers from reserves and own funds	<u>14,427,484</u>
	<u>15,101,180</u>
Budget surplus reported in the financial statements	<u>\$ 8,608,942</u>

17. Financial Instruments Risk Management**Credit risk**

Credit risk is the risk that the Regional District will incur financial losses if a debtor fails to make payments when due. The Regional District is exposed to credit risk on debt recoverable from Member Municipalities, cash, accounts receivable and investment funds.

The maximum exposure to credit risk with respect to debt recoverable from Member Municipalities is outlined in Notes 6 and 11. Credit risk is managed primarily by the policies put in place by the Municipal Finance Authority of BC ("MFA"). The Regional District has received all scheduled payments from Municipalities during the year.

The maximum exposure to credit risk with respect to accounts receivable is limited to the carrying amount of trade and other receivables as disclosed in Note 3. Credit risk is managed by credit applications, diversified client base, and a debt collection policy. As at December 31, 2023 there was a total of \$495,366 (2022 - \$371,588) in balances aged over 90 days. The majority of this balance relates to Emergency Management and a Provincial cost-recovery agreement. The Regional District does not anticipate that any of the balances will not be collectible.

The maximum exposure to credit risk with respect to cash is limited to the balance held at year end. Credit risk is managed by holding cash with a Schedule 1 Chartered Bank with a AA credit rating.

The Regional District manages its credit risk for investment funds by diversifying its holdings by maturity and issuer. Investments are made in accordance with Section 183 of the Community Charter. The maximum exposure to credit risk on investment funds is outlined in Note 5.

Based on the above measures, credit risk is assessed as low.

Liquidity risk

Liquidity risk is the risk that the Regional District will encounter difficulty in meeting obligations associated with its financial liabilities. The Regional District is exposed to liquidity risk through its accounts payable, long-term debt and investments. The Regional District manages this risk by maintaining an adequate balance of highly liquid investments, closely monitoring cash flows and staggering the maturity dates of investments.

The Regional District also manages liquidity risk by having in place a planning, budgeting and forecasting process to help determine the funds required to support normal operational requirements. The Five Year financial plan is approved annually by the Board of Directors, which includes operational activities and capital investments.

The following table sets out the contractual maturities as at December 31, 2023:

	Within 1 Year	1 - 5 Years	> 5 Years
Accounts payable and accrued liabilities	\$ 3,376,061	\$ -	\$ -
Long term debt	3,421,912	14,465,843	26,282,033
	<u>\$ 6,797,973</u>	<u>\$14,465,843</u>	<u>\$26,282,033</u>

17. Financial Instruments Risk Management**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Regional District is exposed to interest rate risk through its long term debt and value of investment funds.

The Regional District manages interest rate risk on long term debt by holding all debt with the MFA, at a fixed rate, with refinancing typically being completed at the ten or fifteen year mark. Therefore, fluctuations in market interest rates would not impact future cash flows and operations relating to long term debt. See note 11 for interest rates and maturity dates for long term debt.

Investments that are subject to interest rate risk are MFA pooled investment funds (see note 5). The risk is caused by changes in interest rates in the bond market. As interest rates rise, the fair value of the MFA pooled investment funds notes decrease, and, as interest rates fall, the fair value of these investments increase.

To mitigate interest risk and market risk on its portfolio investments, the Regional District holds its MFA long term pooled investment funds for 10 years or longer.

18. Comparative figures

Certain comparative figures have been restated where necessary to conform with current period presentation.

19. Statement of Segmented Financial Information

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 segmented information, along with the services they provide are as follows:

Corporate Services and Finance - Board of Directors, Administration and Finance Departments, Feasibility Studies, Asset Management, Fleet, BC Hydro grant distribution, Electoral Area Grants-In-Aid

Information Technology - GIS and Mapping, House Numbering

Economic Development and Tourism - Economic Development, Tourism Information, Film Commission

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

Planning - Development Services, Special Projects

Building and Bylaw - Dog Control, Building Inspection, Bylaw Enforcement

Environmental Health - Creek Maintenance, Solid Waste Disposal and Recycling, Mosquito Control, Milfoil Control, Weed Control, Sterile Insect Control

Protective Services - Fire Departments, Emergency Preparedness

Parks, Recreation and Culture - Community Parks, Arenas, Recreation Centres, Curling Rink

Utilities - Local Area Waterworks, Regional Waterworks, Street Lighting, Liquid Waste Management

Other - Airports, Cemeteries, Library Funding, Museums, Shuswap Watershed Council, Community Works Fund Program, Transit, Fireworks, Grants-in-Aid, Anti-Whistling, Television Rebroadcast

19. Statement of Segmented Financial Information

	Corporate Services and Finance	Information Technology	Economic Development and Tourism	Debt Payments for member municipalities	Planning	Building and Bylaw	Environmental Health	Protective Services	Parks, recreation and culture	Utilities	Other	2023 Segment Totals
Revenue												
Sales and user fees	\$ 73,606	\$ -	\$ -	\$ -	\$ 93,550	\$ 388,157	\$ 6,389,809	\$ 14,950	\$ 581,935	\$ 1,351,531	\$ 546,486	\$ 9,440,024
Tax requisitions	2,233,662	371,275	803,729	-	1,300,273	865,307	1,977,902	4,552,084	3,960,215	1,256,833	2,783,884	20,105,164
Other revenues from own source	733,279	-	-	-	-	-	243,564	316,406	376,795	376,738	355,601	2,402,383
Transfers from other governments	1,296,622	2,000	201,854	-	62,641	-	444,197	4,767,086	2,479,516	1,706,567	3,437,322	14,397,805
Regional and other external transfers	-	-	-	4,068,618	-	-	83,293	107,659	-	-	-	4,259,570
Other	- 12,520	25,121	15,640	-	5,707	16,534	54,854	235,416	619,341	183,582	55,884	1,199,559
	4,324,649	398,396	1,021,223	4,068,618	1,462,171	1,269,998	9,193,619	9,993,601	8,017,802	4,875,251	7,179,177	51,804,505
Expenses												
Accretion	-	-	-	-	-	-	1,400,731	6,468	1,367	-	-	1,408,566
Amortization	274,364	-	-	-	-	-	528,236	614,083	708,151	872,396	128,625	3,125,855
Community grants	401,021	-	-	-	-	-	-	-	20,000	-	2,342,337	2,763,358
Contracts	110,498	-	409,640	-	-	72,227	3,833,950	393,961	1,004,078	465,600	1,960,655	8,250,609
Insurance	186,838	-	250	-	-	-	17,534	135,148	49,382	35,107	13,747	438,006
Interest	1,178	-	-	-	593	1,940	64,136	18,461	67,846	171,880	19,340	345,374
MFA debenture payments	-	-	-	4,068,618	-	-	-	-	-	-	-	4,068,618
Minor equipment	168,008	166,050	-	-	-	-	96,207	317,091	192,530	17,794	-	957,680
Operating expense	588,071	84,927	354,022	-	124,877	9,921	2,250,073	4,526,253	391,038	350,648	659,496	9,339,326
Other	2,081,421	-	-	-	-	-	-	-	340,210	58,192	1,851	2,481,674
Professional and legal fees	180,326	-	3,306	-	16,741	25,717	21,262	8,667	35,685	32,758	7,720	332,182
Repairs and maintenance	235,422	-	-	-	-	4,786	325,669	247,747	746,040	364,312	38,203	1,962,179
Salaries, wages and benefits	3,242,965	265,903	227,107	-	1,104,483	954,614	606,356	1,849,358	746,412	230,982	32,977	9,261,157
Truck and travel	168,841	-	5,251	-	22,283	10,881	13,329	400,851	19,895	2,943	1,048	645,322
Utilities	86,865	350	1,504	-	5,969	4,379	53,525	155,352	175,708	209,181	32,969	725,802
	7,725,818	517,230	1,001,080	4,068,618	1,274,946	1,084,465	9,211,008	8,673,440	4,498,342	2,811,793	5,238,968	46,105,708
	-\$ 3,401,169	-\$ 118,834	\$ 20,143	\$ -	\$ 187,225	\$ 185,533	-\$ 17,389	\$ 1,320,161	\$ 3,519,460	\$ 2,063,458	\$ 1,940,209	\$ 5,698,797

19. Statement of Segmented Financial Information

	Corporate Services and Finance	Information Technology	Economic Development and Tourism	Debt Payments for member municipalities	Planning	Building and Bylaw	Environmental Health	Protective Services	Parks, recreation and culture	Utilities	Other	2022 Segment Totals
Revenue												
Sales and user fees	\$ 72,706	\$ 105	\$ 34,701	\$ -	\$ 109,175	\$ 587,865	\$ 6,678,328	\$ 11,648	\$ 506,614	\$ 1,250,066	\$ 697,833	\$ 9,949,041
Tax requisitions	2,217,097	359,201	757,751	-	1,241,179	800,679	1,594,326	4,342,081	3,007,375	1,239,862	2,533,043	18,092,594
Other revenues from own source	299,869	-	-	-	-	-	89,284	119,713	101,428	143,097	199,212	952,603
Transfers from other governments	3,033,287		271,701	-	72,042	-	32,063	869,863	495,293	58,827	902,556	5,735,632
Regional and other external transfers	-	-	-	3,974,317	-	-	72,185	95,749	-	-	-	4,142,251
Other	19,792	5,928	24,048	-	-	7,707	71,344	117,186	911,710	22,829	38,292	1,218,836
	5,642,751	365,234	1,088,201	3,974,317	1,422,396	1,396,251	8,537,530	5,556,240	5,022,420	2,714,681	4,370,936	40,090,957
Expenses												
Accretion	-	-	-	-	-	-	1,389,060	6,279	1,327	-	-	1,396,666
Amortization	279,014	-	-	-	-	-	548,645	606,748	669,466	868,061	106,238	3,078,172
Community grants	450,592	-	-	-	-	-	-	-	20,000	-	463,798	934,390
Contracts	74,997	-	396,886	-	-	52,220	3,713,391	368,084	806,377	465,600	2,037,112	7,914,667
Insurance	180,530	-	60	-	-	-	16,370	130,202	44,769	31,421	12,175	415,527
Interest	8,711	-	192	-	1,408	2,821	54,807	13,969	65,484	172,476	19,756	339,624
MFA debenture payments	-	-	-	3,974,317	-	-	-	-	-	-	-	3,974,317
Minor equipment	42,035	-	-	-	-	-	12,052	296,255	154,890	14,741	3,470	523,443
Operating expense	585,005	57,781	377,640	-	183,408	7,898	1,848,136	1,887,151	1,211,125	364,937	670,273	7,193,354
Other	915,045	-	901	-	-	-	-	-	-	7,349	-	923,295
Professional and legal fees	134,869	-	2,676	-	45,785	43,210	26,280	10,593	65,712	15,588	15,505	360,218
Repairs and maintenance	107,581	-	-	-	-	-	215,390	195,592	689,931	393,210	27,095	1,628,799
Salaries, wages and benefits	3,074,750	257,643	202,951	-	1,123,178	814,473	574,420	754,657	655,416	219,871	30,145	7,707,504
Truck and travel	116,793		2,356	-	12,051	7,228	9,541	182,374	15,515	975	1,031	347,864
Utilities	81,512	450	1,409	-	4,481	3,925	51,925	151,283	150,081	198,571	32,414	676,051
	6,051,434	315,874	985,071	3,974,317	1,370,311	931,775	8,460,017	4,603,187	4,550,093	2,752,800	3,419,012	37,413,891
-\$ 408,683	\$ 49,360	\$ 103,130	\$ -	\$ 52,085	\$ 464,476	\$ 77,513	\$ 953,053	\$ 472,327	-\$ 38,119	\$ 951,924	\$ 2,677,066	

Columbia Shuswap Regional District
Schedule 1 - Reserve Funds (Unaudited)
For the year ended December 31, 2023

Capital Reserve Funds	2022	Interest	Transfer from Operating	Transfer to Operating	Expense	2023
Milfoil	\$ 201,059	\$ 10,617	\$ 64,088	\$ -	\$ -	\$ 275,764
Feasibility Study - Regional	347,301	17,874	30,000	-	-	395,175
Feasibility Study - Electoral	282,083	14,438	40,000	-	-	336,521
Sicamous & District Recreation Centre	112,472	5,573	40,000	- 30,172	-	127,873
Revelstoke Airport	999,107	46,011	25,000	- 79,981	-	990,137
Swansea Point Fire Protection	61,305	3,641	40,000	-	-	104,946
Falkland Fire Protection	318,781	16,622	40,000	-	-	375,403
Ranchero/Deep Creek Fire Protection	272,563	15,306	40,000	- 9,308	-	318,561
Nicholson Fire Protection	511,380	27,099	95,000	-	-	633,479
Malakwa Fire Protection	163,690	9,051	54,517	-	-	227,258
Silver Creek Fire Protection	367,544	19,149	35,000	-	-	421,693
South Shuswap Sub-regional Fire Reserve	1,691,588	87,933	250,000	- 41,789	-	1,987,732
North Shuswap Sub-regional Fire Reserve	1,514,745	79,409	-	- 116,244	-	1,477,910
Golden & District Library	85,355	3,924	5,000	- 1,760	-	92,519
Golden & District Arena	395,151	21,766	123,570	- 62,525	-	477,962
Golden & District Curling Club	153,154	6,717	10,000	- 56,230	-	113,641
Administration	610,740	35,229	250,000	- 14,436	-	881,533
Solid Waste Management	2,707,043	130,716	520,126	- 21,548	-	3,336,337
Area A Community Park reserve	287,185	13,898	8,500	- 13,403	-	296,180
Area B Community Park reserve	57,013	2,708	-	- 605	-	59,116
Area C Community Park reserve	420,876	9,446	85,961	- 331,356	-	184,927
Area D Community Park reserve	129,249	6,476	21,931	- 4,150	-	153,506
Area E Community Park reserve	265,594	13,566	32,000	- 1,875	-	309,285
Area F Community Park reserve	402,148	22,420	110,000	-	-	534,568
Area G Community Park reserve	-	12,773	280,301	- 29,358	-	263,716
Shuswap Emergency Preparedness	390,951	16,191	10,000	- 93,785	-	323,357
911 Emergency Telephone Response	389,828	20,029	-	-	-	409,857
Whitetooth sale proceeds trust	885,806	41,024	2,281	- 348,233	-	580,878
Recycling Capital Reserve	783,339	40,026	-	-	-	823,365
Visitors Center Real Estate Reserve	506,159	25,863	-	- 532,021	-	1
Growing Communities Fund GCF	-	152,175	3,796,000	- 50,985	-	3,897,190
Internal Borrowing	- 225,915	-	114,574	- 9,482	- -	120,823
	\$ 15,087,294	\$ 927,670	\$ 6,123,849	-\$ 1,849,246	\$ -	\$ 20,289,567

Columbia Shuswap Regional District
Schedule 1 - Reserve Funds (Unaudited)
For the year ended December 31, 2023

Operating Reserve Funds	2022	Interest	Transfer from Operating	Transfer to Operating	Expense	2023
Insurance deductible	\$ 182,945	\$ -	\$ 31,793	\$ -	\$ 6,070	\$ 208,668
Eagle Ridge water system	6,300	-	-	-	-	6,300
Creek maintenance funds	66,951	3,240	1,531	-	-	71,722
Economic Opportunity Funds	2,707,344	150,557	1,349,001	- 2,276,477	-	1,930,425
Landfill Closure Special	845,045	42,930	50,000	- 317,665	-	620,310
General Government	679,518	-	282,912	-	-	962,430
Electoral Area Government	533,303	-	-	-	-	533,303
Administrative Overhead	438,125	-	-	-	-	438,125
Fleet	33,666	-	37,705	-	-	71,371
Asset Management	7,210	-	-	-	-	7,210
Annis Bay Fire	4,949	-	-	-	-	4,949
Electoral Area B Fire	139,879	-	-	4,275	-	135,604
Electoral Area E Fire	4,951	-	-	-	-	4,951
Kault Hill Fire	1,499	-	223	-	-	1,722
North Shuswap Sub-Regional Fire	45,000	-	-	16,500	-	28,500
South Shuswap Sub-Regional Fire	24,090	-	-	-	-	24,090
Regional Fire	772,383	-	439,386	- 192,326	-	1,019,443
Falkland Fire	19,996	-	2,852	-	-	22,848
Nicholson Fire	22,000	-	-	-	-	22,000
Malakwa Fire	26,721	-	14,517	-	-	41,238
Silver Creek Fire	38,684	-	1,484	-	-	40,168
Swansea Pt Fire	-	-	32,066	-	-	32,066
Disaster Mitigation Study Fund	184,126	-	-	-	-	184,126
911	91,413	-	-	16,500	-	74,913
Shuswap Emergency Program	609,148	-	478,978	- 170,864	-	917,262
RAEMP	102,598	-	44,160	- 2,100	-	144,658
GAEMP	26,008	-	8,101	-	-	34,109
Area C Dog Control	41,006	-	-	-	-	41,006
Area D Dog Control	14,913	-	3,597	-	-	18,510
Area F Dog Control	20,348	-	-	1,834	-	18,514
Shuswap Airport	84,031	-	31,474	-	-	115,505
Revelstoke Airport	104,122	-	1,364	-	-	105,486
Golden Airport	86,357	-	3,074	- 2,500	-	86,931
St. Ives Street Lights	2,842	-	353	-	-	3,195
Swansea Point Street Lights	3,660	-	1,002	-	-	4,662
Blind Bay Street Lights	139,012	-	5,500	- 15,483	-	129,029
Area E Street Lights	1,681	-	553	-	-	2,234
Sorrento Street Lights	3,202	-	-	200	-	3,002
Falkland St Lighting	2,268	-	2,042	-	-	4,310

Columbia Shuswap Regional District
Schedule 1 - Reserve Funds (Unaudited)
For the year ended December 31, 2023

Operating Reserve Funds (cont)	2022	Interest	Transfer from Operating	Transfer to Operating	Expense	2023
South Shuswap LWMP	122,742	-	- -	8,678	-	114,064
North Shuswap LWMP	73,269	-	- -	7,081	-	66,188
Seymour Arm LWMP	16,521	-	- -	5,055	-	11,466
Area E LWMP	79,494	-	- -	762	-	78,732
Sorrento/Blind Bay Community Sewer	44,575	-	-	-	-	44,575
Recycling	415,667	-	-	-	-	415,667
Solid Waste	117,287	-	57,412	-	-	174,699
Cemetery - Golden/Area A	21,575	-	- -	3,000	-	18,575
Cemetery - Revelstoke/Area B	29,446	-	- -	17,226	-	12,220
Woodstove Exchange	15,000	-	15,000	-	-	30,000
Area C/D Transit	15,434	-	-	-	-	15,434
Lakeview Place Water	3,653	-	- -	1,360	-	2,293
Shuswap Search & Rescue GIA	50,000	-	-	-	-	50,000
Area C Fireworks	3,494	-	-	-	-	3,494
Area E Fireworks	5,605	-	20	-	-	5,625
Area F Fireworks	3,560	-	20	-	-	3,580
Marine Noise Control	1,100	-	-	-	-	1,100
Anti-Whistling	1	-	25	-	-	26
GIS/Mapping	167,010	-	- -	92,485	-	74,525
House Numbering	3,910	-	1,675	-	-	5,585
Development Services	425,657	-	31,041 -	13,400	-	443,298
Planning Special Projects	310,746	-	-	-	-	310,746
Area F Building Inspection	135,571	-	15,637	-	-	151,208
Sub-Regional Building Inspection	515,592	-	12,646	-	-	528,238
Bylaw Enforcement	552,057	-	- -	21,500	-	530,557
Milfoil	72,507	-	5,000	-	-	77,507
Weed Control	12,976	-	-	-	-	12,976
Blind Bay Trail	102,173	-	-	-	-	102,173
Revelstoke Mosquito	54,069	-	79	-	-	54,148
Golden Mosquito	75,726	-	77,284	-	-	153,010
SC/LC Mosquito	61,987	-	7,571	-	-	69,558
Area E Mosquito	5,965	-	2,193	-	-	8,158
Sterile Insect Release	368	-	202	-	-	570
Shuswap Tourism	79,520	-	54,899	-	-	134,419
Shuswap Economic Development	196,015	-	-	-	-	196,015
Area E Economic Development	24,230	-	-	-	-	24,230
Film Commission	88,836	-	-	-	-	88,836
Area A Economic Development	20,995	-	-	-	-	20,995
Golden/Area A Core Facilities	8,029	-	14,786	-	-	22,815
Rail Corridor	272,099	-	25,000 -	1,247	-	295,852

Columbia Shuswap Regional District
Schedule 1 - Reserve Funds (Unaudited)
For the year ended December 31, 2023

Operating Reserve Funds (cont)	2022	Interest	Transfer from Operating	Transfer to Operating	Expense	2023
Area A Parks	39,546	-	34,786	-	-	74,332
Area B Parks	11,028	-	955	605	-	11,378
Area C Parks	72,385	-	10,961	-	-	83,346
Area D Parks	47,507	-	11,932	-	-	59,439
Area E Parks	53,127	-	18,304	-	-	71,431
Area F Parks	29,111	-	14,891	-	-	44,002
Area B Recreation	81,981	-	63,760	-	-	145,741
Golden Curling Rink	24,089	-	-	5,689	-	18,400
Sicamous Arena	18,309	-	10,000	-	-	28,309
Golden/Area A Library	9,285	-	-	-	-	9,285
Golden Museum	5,000	-	2,500	-	-	7,500
Okanagan Library	36,047	-	-	5,899	-	30,148
Shuswap Watershed Council	28,445	-	-	24,038	-	4,407
Golden/Area A Arena	169,783	-	-	22,882	-	146,901
	\$ 12,947,398	\$ 196,727	\$ 3,312,247	-\$ 3,247,631	\$ 6,070	\$ 13,202,671

Waterworks Reserve Funds	2022	Interest	Transfer from Operating	Transfer to Operating	Expense	2023
Anglemont Estates	\$ 1,865,747	\$ 95,966	\$ 156,426	\$ -	\$ -	\$ 2,118,139
Cedar Heights	379,216	18,838	32,139	-	-	430,193
Cottonwoods	238,396	12,587	36,406	-	-	287,389
Eagle Bay Estates	161,996	7,738	5,323	-	-	175,057
Falkland	231,122	11,670	19,567	-	-	262,359
Galena Shores	348,493	17,680	28,175	-	-	394,348
MacArthur Reedman	63,993	3,188	14,836	-	-	82,017
Saratoga	389,197	20,311	57,505	-	-	467,013
Sorrento	2,327,793	112,111	161,335	-	-	2,601,239
Sunnybrae	114,346	5,908	11,386	-	-	131,640
	\$ 6,120,299	\$ 305,997	\$ 523,098	\$ -	\$ -	\$ 6,949,394
Total Reserves	\$ 34,154,991	\$ 1,430,394	\$ 9,959,194	-\$ 5,096,877	\$ 6,070	\$ 40,441,632

Columbia Shuswap Regional District
Schedule 3 - Growing Community Fund (Unaudited)
For the years ended December 31, 2023

In 2023, the Government of B.C. provided the Growing Community Fund (GCF) to local governments to invest in community infrastructure and amenities.

The Regional District received \$3,796,000 of GCF in March 2023.

On December 8, 2023, the Board allocated these funds to projects within the service areas listed below, and the funds were placed into dedicated capital reserves for those projects.

	Fund Allocation	Interest Earned	Funds Used	Balance December 31, 2023
Shuswap Emergency Program	\$ 227,000	\$ 9,100		\$ 236,100
Solid Waste Management	400,000	16,035		416,035
Sicamous Recreation	500,000	20,044		520,044
Golden Curling Rink	369,000	14,793		383,793
Scotch Creek Water	500,000	20,044	(50,985.00)	469,059
MacArthur Reedman Water	350,000	14,031		364,031
Regional Water	200,000	8,018		208,018
Area A Parks	50,000	2,004		52,004
Area C Parks	400,000	16,035		416,035
Area G Parks	800,000	32,071		832,071
	\$ 3,796,000	\$ 152,175	-\$ 50,985	\$ 3,897,190