



DISTRICT OF LANTZVILLE

AUDITED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2023

DISTRICT OF LANTZVILLE
FINANCIAL STATEMENTS

Year Ended December 31, 2023

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DISTRICT OF LANTZVILLE
STATEMENT OF RESPONSIBILITY

The accompanying financial statements of the District of Lantzville (the "District") are the responsibility of the District's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards for local governments as recommended by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada. A summary of the significant accounting policies is described in the notes to the financial statements. The preparation of financial statements involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The District's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management.

Council meets with management and the external auditors to review the financial statements and discuss any significant financial reporting or internal control matters prior to Council's approval of the financial statements.

The financial statements have been audited by MNP LLP, independent external auditors appointed by the District. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the District's financial statements. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the financial statements are free of material misstatement and present fairly the financial position and results of the District in accordance with Canadian public sector accounting standards.



Glenn Morphy
Acting Chief Administrative Officer
September 25, 2024

To the Mayor and Council of the District of Lantzville:

Opinion

We have audited the financial statements of the District of Lantzville (the "District"), which comprise the statement of financial position as at December 31, 2023, and the statements of operations, accumulated remeasurement gains and losses, 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 and other explanatory information.

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

Other Information

Management is responsible for the other information. The other information comprises the annual report, which is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the 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 District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the 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 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 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 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.

Nanaimo, British Columbia

May 22, 2024, except for Note 15, which is as of September 25, 2024

MNP LLP

Chartered Professional Accountants

MNP
LLP

District of Lantzville



STATEMENT OF FINANCIAL POSITION

As at December 31, 2023 with comparative information for 2022

	2023	2022
Financial Assets:		
Cash and cash equivalents (Note 3)	12,035,962	10,505,387
Investments (Note 3)	6,460,999	4,265,473
Taxes receivable	289,170	241,338
Accounts receivable	917,953	401,425
	19,704,084	15,413,624
Liabilities:		
Accounts payable and accrued liabilities	1,564,515	867,528
Debt (Note 6)	3,963,556	4,077,655
Deposits	822,956	1,315,770
Deferred revenue (Note 4)	4,295,888	3,969,758
Prepaid property taxes	395,455	336,221
Employee future benefit obligations (Note 5)	197,577	257,365
Asset retirement obligations (Note 7)	112,790	-
	11,352,737	10,824,297
Net financial assets	8,351,347	4,589,327
Non-financial assets:		
Tangible capital assets (Note 8 and Schedule A)	67,832,291	66,864,707
Inventory of supplies	21,504	14,687
Prepaid expenses	21,694	22,735
	67,875,489	66,902,129
Accumulated Surplus (Note 9)	76,226,836	71,491,456
Accumulated surplus represented by:		
Accumulated surplus, excluding accumulated remeasurement losses	\$ 76,321,190	\$ 71,625,573
Accumulated remeasurement losses	(94,354)	(134,117)
Accumulated surplus	<u>\$ 76,226,836</u>	<u>\$ 71,491,456</u>

Commitments and contingencies (Note 14)

The accompanying notes are an integral part of these financial statements.

Approved by:

Ken Bjorgaard, CPA, CGA, MBA

Interim Director of Financial Services

District of Lantzville



STATEMENT OF OPERATIONS

As at December 31, 2023 with comparative information for 2022

	Financial Plan (Note 10)	2023	2022
Revenue:			
Taxation, net (Note 11)	\$ 3,999,100	\$ 3,762,371	\$ 3,753,054
Sales of services	1,142,800	1,624,056	1,587,074
Grants and government transfers (Note 12)	6,719,671	3,617,993	815,186
Investment income	82,300	735,589	297,832
Penalties and fines	24,300	62,415	47,203
Development charges earned	-	285,581	330,938
Contributions from developers and Others	200,000	131,852	1,968,000
Other revenue from own sources	50,800	156,115	42,308
	\$ 12,218,971	\$ 10,375,972	\$ 8,841,594
Expenses:			
General government services	\$ 1,873,400	\$ 1,858,686	\$ 1,460,652
Transportation services	1,136,100	1,207,639	1,172,638
Protective services	648,200	697,286	545,537
Bylaw enforcement	78,200	82,024	73,512
Solid waste collection	246,100	251,462	205,613
Recreation and cultural services	542,300	274,953	251,363
Community development services	205,400	229,873	244,904
Building inspection	150,600	91,906	127,320
Sewer	379,400	214,365	468,162
Water	620,900	772,161	826,152
	\$ 5,880,600	\$ 5,680,355	\$ 5,375,853
Annual Surplus	\$ 6,338,371	\$ 4,695,617	\$ 3,465,741
Accumulated surplus, beginning of year	71,625,573	71,625,573	68,159,831
Accumulated surplus, end of year	\$ 77,963,944	\$ 76,321,190	\$ 71,625,573

The accompanying notes are an integral part of these financial statements.

District of Lantzville



STATEMENT OF REMEASUREMENT GAINS AND LOSSES

As at December 31, 2023 with comparative information for 2022

	2023	2022
Accumulated remeasurement losses, Beginning of year	\$ (134,117)	\$ -
Net remeasurement gain (loss), for the year	39,764	(134,117)
Accumulated remeasurement loss, End of year	\$ (94,354)	\$ (134,117)

The accompanying notes are an integral part of these financial statements.

District of Lantzville



STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

As at December 31, 2023 with comparative information for 2022

	Financial Plan (Note 10)	2023	2022
Annual surplus	\$ 6,338,371	\$ 4,695,617	3,465,741
Acquisition of tangible capital assets	(11,898,371)	(2,422,176)	(1,978,565)
Contribution of tangible capital assets	-	-	(1,781,000)
Amortization of tangible capital assets	931,000	1,332,097	1,137,946
Loss on disposal of tangible capital assets	-	8,520	46,775
Proceeds on disposal of tangible capital assets	-	17,480	-
Write-off of tangible capital assets	-	96,490	-
	(4,629,000)	3,728,028	890,897
Acquisition and consumption of inventory of supplies	-	(6,813)	12
Acquisition and consumption of prepaid expenses	-	1,041	9,462
	-	(5,772)	9,474
Remeasurement gain (loss)	-	39,764	(134,117)
Change in net financial assets	(4,629,000)	3,762,020	766,254
Net financial assets, beginning of year	4,589,327	4,589,327	3,823,073
Net financial assets, end of year	\$ (39,673)	\$ 8,351,347	\$ 4,589,327

The accompanying notes are an integral part of these financial statements.

District of Lantzville



STATEMENT OF CASH FLOWS

As at December 31, 2023 with comparative information for 2022

	2023	2022
Cash provided by (used in):		
Operating activities:		
Annual surplus	\$ 4,695,617	\$ 3,465,741
Items not involving cash:		
Amortization of tangible capital assets	1,332,097	1,137,946
Loss on disposal of tangible capital assets	8,520	46,775
Write-off of tangible capital assets	96,490	-
Contributions of tangible capital assets	-	(1,781,000)
Unrealized gain (loss) attributable to portfolio investments	39,764	(134,117)
Change in non-cash operating assets and liabilities:		
Accounts receivable	(516,527)	(4,972)
Temporary Investments	(2,195,526)	(289,883)
Taxes receivable	(47,832)	(55,757)
Accounts payable and accrued liabilities	696,992	64,005
Deposits	(492,814)	920,352
Deferred revenue	326,130	(119,145)
Prepaid property taxes	59,234	43,128
Employee future benefit obligations	(59,788)	37,832
Inventory of supplies	(6,817)	11
Prepaid expenses	1,041	9,462
	3,936,580	3,340,378
Financing activities:		
Proceeds from (repayments of) borrowing	(114,099)	(112,137)
Capital activities:		
Acquisition of tangible capital assets	(2,309,386)	(1,978,565)
Proceeds on disposal of tangible capital assets	17,480	-
	(2,291,906)	(1,978,565)
Increase in cash and cash equivalents	1,530,575	1,249,677
Cash and cash equivalents, beginning of year	10,505,387	9,255,710
Cash and cash equivalents, end of year	\$12,035,962	\$10,505,387

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

The District of Lantzville is a municipality that was incorporated on June 25, 2003 pursuant to the issue of Letters Patent dated April 3, 2003. The District operates under the provisions of the *Local Government Act* and *Community Charter* of British Columbia. The District's principal activities include the provision of local government and services to residents of the incorporated area. These services include government, fire protection, transportation, solid waste collection, parks and recreation, planning and development, and water and sewer services.

1. Significant Accounting Policies:

The financial statements of the District of Lantzville (the "District") are prepared by management in accordance with Canadian public sector accounting standards for local governments as recommended by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. Significant accounting policies adopted by the District are as follows:

(a) Reporting Entity:

The financial statements include a combination of all the assets, liabilities, accumulated surplus, revenues, and expenses of all the District's activities and funds. Inter-departmental balances and organizational transactions have been eliminated.

Consolidated entities: The District does not control any significant external entities and accordingly no entities have been consolidated with the financial statements.

(b) Basis of Accounting:

The District follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay. Expenses paid in the current period and attributable to a future period are recorded as prepaid.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

(c) Revenue Recognition:

i. Taxation Revenue

Annual levies for non-optional municipal services and general administrative services are recorded as taxes for municipal purposes. Levies imposed by other taxing authorities are not included as taxes for municipal purposes. Taxes are recognized as revenue in the year they are levied.

Through the BC Assessment appeal process, taxes may be adjusted by way of supplementary roll adjustments. The impacts of these adjustments on taxes are recognized at the time they are awarded.

ii. Development Cost Charges

Development cost charges are recognized as revenue during the period in which the related costs are incurred.

iii. Government Transfers

Government transfers without stipulations restricting their use are recognized in the financial statements as revenue in the period in which the transfers are authorized. Government transfers with stipulations restricting their use are recognized in the financial statements as revenues in the period in which eligible expenses are incurred provided they are authorized and meet eligible criteria.

iv. Sale of Services

Sales of services and user fee revenues are recognized when the service or product is rendered by the District and the amounts are received or become receivable.

v. Investment Income

Investment income is reported as revenue in the period earned. When required by the funding government or related Act, investment income earned on deferred revenue is included in deferred revenue

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

(d) Cash and Investments:

Cash and investments consist of cash on deposit in qualifying institutions as defined in the *Community Charter*. Investments are recorded at cost plus amounts reinvested.

(e) Employee Future Benefits Payable:

The District and its employees make contributions to the Municipal Pension Plan. The District's contributions are expensed as incurred.

Sick leave and other retirement benefits are also available to the District's employees. The costs of these benefits are estimated based on the actual service and current salary and wage. The obligations under these benefit plans are accrued based on projected benefits as the employees render services necessary to earn the future benefits.

(f) Deposits:

Receipts restricted by third parties are deferred and reported as deposits and are refundable under certain circumstances. Deposits that are prepayments are recognized as revenue when qualifying expenditures are incurred.

(g) Debt:

Debt is presented net of repayments and actuarial adjustments.

(h) Non-Financial Assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of business. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

(i) Tangible Capital Assets:

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development, or betterment of the asset. The cost less residual value, of the tangible capital assets, excluding land, are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life – Years
Land	Indefinite
Land Improvement	10 – 50
Buildings	15 – 80
Equipment	5 – 10
Roads Infrastructure	10 – 75
Vehicles	10 – 25
Sewer Infrastructure	10 – 100
Water Infrastructure	10 – 100

Amortization is calculated annually. Assets under construction are not amortized until the asset is available for productive use.

Tangible capital assets are written down when conditions indicate that they no longer contribute to the District's ability to provide goods and services, or when the value of future economic benefits associated with the assets are less than the book value of the asset.

i. Contributions of Tangible Capital Assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and are recorded as revenue.

ii. Works of Art, and Historical Treasures:

The District manages and controls various works of art and non-operational historical cultural assets. These assets are not recorded as tangible capital assets and are not amortized due to the subjectivity of their value.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

Tangible Capital Assets: (Continued)

iii. Interest Capitalization:

The District capitalizes interest costs associated with the acquisition or construction of a tangible capital asset.

iv. Leased Tangible Capital Assets:

Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the related payments are charged to expenses incurred.

v. Contaminated Sites:

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. A liability for remediation of contaminated sites is to be recognized when all of the following criteria are met:

- An environmental standard exists;
- Contamination exceeds the environmental standard;
- The District 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.

As a result of a review of District of Lantzville sites, no liability has been recorded in these financial statements. If a liability is determined, it will be recorded net of any expected recoveries.

vi. Inventory of Supplies:

Inventory of supplies held for consumption is recorded at the lower of cost and replacement cost.

(j) Use of Estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at a point in time, the reported amounts of revenues and expenses during the reporting period, and the disclosure of contingent assets and liabilities at the date of the financial

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

Use of Estimates: (Continued)

statements. Significant estimates include assumptions used in estimating historical cost and useful lives of tangible capital assets, estimating provisions for accrued liabilities, asset retirement obligations, and in estimating provisions of employee future benefits. Actual results could differ from these estimates. Adjustments, if any, will be reflected in operations in the period of settlement.

(k) Comparative Figures:

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

(l) Financial Instruments

The District recognizes its financial instruments when the District becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. At initial recognition, the District may irrevocably elect to subsequently measure any financial instrument at fair value. The District has not made such an election during the year.

The District subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Transactions to purchase or sell these items are recorded on the trade date. Net gains and losses arising from changes in fair value are recognized in the statement of remeasurement gains and losses. Interest income is recognized in the statement of operations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost. With the exception of those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost using the effective interest rate method.

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in operating annual surplus. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

1. Significant Accounting Policies: (Continued)

(m) Adoption of new accounting policies:

PS 3280 Asset Retirement Obligations

Effective January 1, 2023, the District adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS3280 *Asset Retirement Obligations*. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation and provides the related financial statement presentation and disclosure requirements.

Under the new standard, a liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset with certain criteria are met.

The application of the new standard resulted in an asset retirement obligation being recorded in the financial statement due to the presence of asbestos and a legal obligation to remove the asbestos. The new standards have been applied prospectively to these financial statements.

2. Financial Instruments:

The District's financial instruments consist of cash, investments, accounts receivable, accounts payable and accrued liabilities, deposits, and debt. Qualitative and quantitative analysis of the significant risks from the District's financial assets and liabilities is provided below:

(a) Credit Risk

Credit risk is the risk of loss due to the failure of debtors to meet contractual obligations. The District is exposed to credit risk, typically due to difficulty in collecting receivables. As at December 31, 2023, the amount of accounts receivable was \$917,953 (2022 - \$401,425), of which \$520,024 is the Canada Community Revitalization Fund (CCRF) grant to be received in January 2024 and \$217,779 is utility user fees. The District's utility billing date is mid-December, with payment due in 30 days. In accordance with Section 258 of the *Community Charter*, outstanding balances of utility accounts in default are liens against property until they are paid. This statutory process allows the District to collect unpaid user fees by adding them to property taxes and initiating a tax sale process to mitigate the credit risk.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

2. Financial Instruments: (Continued)

(b) Market and Interest Rate Risk

Market risk is the risk that changes in market prices and inputs, such as interest rates, which will affect the District's financial assets' value. The objective of market risk management is to control market risk exposures within acceptable parameters while optimizing the return on risk. The District mitigates market risk by holding cash balances with highly regulated credit unions, investing with MFA's Pooled High Interest Savings Account as well as managing a diversified investment portfolio by following the investment policy which is approved by the District's Council.

Interest rate risk is the risk that the fair market value of a financial instrument will fluctuate because of changes in the market interest rates. There was a significant increase in interest rates during 2022. Bank of Canada increased its policy interest rate to 4.25% from 0.25% in 2022. The policy interest rate ranged from 4.5% to 5% in 2023.

The District's investment income increased from \$297,832 in 2022 to \$734,719 in 2023. Meantime, the District had accumulated remeasurement losses have decreased to (\$94,354) in 2023 from (\$134,117) in 2022 on the Statement of Remeasurement Gains and Losses due to the decrease in market value from Bonds and other investments. This loss reflects a decrease in the value of an investment before it is sold.

(c) Liquidity Risk

Liquidity risk is the risk that an entity will not have sufficient cash to meet its financial commitments in a timely manner. The District maintains adequate levels of cash flow to ensure all its obligations can be met when they are due.

Unless otherwise noted, it is management's opinion that the District is not exposed to significant risks mentioned above arising from its financial instruments.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

3. Cash and Investments:

Cash and investments are comprised of cash on hand, cash on deposit in financial institutions and investments held in the Municipal Finance Authority of British Columbia investment funds.

	2023	2022
Cash	\$ 12,035,962	\$ 10,505,387
Investments	6,460,999	4,265,473
	\$ 18,496,961	\$ 14,770,860

Cash deposited at the Coastal Community Credit Union cash account earns interest at a rate of prime less 2%. The Coastal Community Credit Union high interest savings account earns interest at a rate of prime less 1.45%. At December 31, 2023, the Canadian bank prime rate was 7.20%. The District invested \$1,950,735 with MFA Pooled High Interest Savings Account in December 2023 at a rate of return of 5.55%.

Investments consist of investments in the Municipal Finance Authority of BC money market fund, mortgage fund and bond funds. Investments have yields ranging from 4.007% to 6.501%.

Included in cash and investments are the following restricted amounts:

	2023	2022
Statutory reserves (Note 9)	\$ 10,351,985	\$ 6,734,029
Restricted investments – development cost charges	2,521,244	1,862,545
	\$ 12,873,229	\$ 8,596,574

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

4. Deferred Revenue:

Deferred revenue is comprised of the following as at December 31:

	2022	Receipts	Interest Earned	Revenue Recognized	2023
Community Works (Gas Tax)	\$1,825,439	\$ 226,338	\$ 83,595	\$ (664,887)	\$ 1,470,485
Development Cost Charges – Water	714,447	222,152	32,717	(285,581)	683,734
Development Cost Charges - Sewer	445,333	135,811	20,394	-	601,538
Development Cost Charges - Drainage	460,112	46,717	21,070	-	527,899
Development Cost Charges – Highway	168,544	63,512	7,718	-	239,774
Development Cost Charges – Parkland	74,109	390,796	3,394	-	468,299
Other Deferred Revenue	281,774	23,650	-	(1,265)	304,159
	\$ 3,969,758	1,108,976	\$ 168,888	\$ (951,733)	\$ 4,295,888

Community Works (Gas Tax) Funds

The Community Works funding is provided by the Government of Canada. The use of the funding is established by a funding agreement between the District and the Union of British Columbia Municipalities. These funds may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects, as specified in the funding agreement. As of December 31, 2023, The District had utilized \$664,887 from the Community Works Fund reserve to carry out eligible capital projects within the District.

Other Deferred Revenue

The following is a reconciliation of the other deferred revenue recognition items for the year:

	2023	2022
Other Deferred Revenue – Opening Balance	\$ 281,774	\$ 321,174
Adjust for:		
First Nations Agreement	(465)	-
Refund Cash in Lieu of Parkland	-	(35,200)
Business Licence Revenue	350	(4,200)
Next Generation 911	22,500	-
Other Deferred Revenue – Closing Balance	\$ 304,159	\$ 281,774

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

5. Employee Future Benefit Obligations:

Employee benefit obligations represent accrued benefits as follows:

	2023	2022
Vacation payable	\$ 59,781	\$ 77,871
Accrued sick leave	137,796	179,494
	\$ 197,577	\$ 257,365

Accrued vacation is the amount of vacation entitlement carried forward into the next year. Employee benefit obligations also include accumulated sick leave banks that may be drawn down in future years. These sick leave entitlements may only be used while employed by the District and are paid out on retirement under certain conditions.

Municipal Pension Plan

The District and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 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 actuarial valuation for the Municipal Pension Plan as at December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The District paid \$99,191 (2022 - \$109,123) for employer contributions, while employees contributed \$91,733 (2022 - \$105,020) to the Plan in fiscal 2023.

The next valuation will be as at December 31, 2024.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

5. Employee Future Benefit Obligations: (Continued)

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.

6. Debt, Net of Municipal Finance Authority Sinking Fund Deposits:

The District issues debt instruments through Municipal Finance Authority (MFA) pursuant to security issuing bylaws under authority of the *Community Charter* to finance certain capital expenditure. All of the District's debt held is with the MFA. Payments and actuarial allocations on the gross amount borrowed in 2021 of \$4,300,000 are held in a sinking fund by the MFA. Sinking fund assets, managed by the MFA, are used to reduce long-term debt to be repaid. In the event that the District does not default under any of its obligations, the sinking fund earnings will be used to offset future principal repayments.

	2023	2022
Total outstanding debt – beginning of year	\$ 4,077,655	\$ 4,189,792
Proceeds from long-term borrowing	-	-
Reduction of long-term debt	114,099	112,137
Total outstanding debt – end of year	\$ 3,963,556	\$ 4,077,655

Anticipated annual principal and interest payments over the next five years are as follows:

	Payment
2024	\$ 149,338
2025	149,338
2026	149,338
2027	149,338
2028	149,338
Total	\$ 746,690

District of Lantzville



NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

6. Debt, Net of Municipal Finance Authority Sinking Fund Deposits: (Continued)

Bylaw #	MFA Issue #	Interest Rate	Year Matures	Balance 2023	Balance 2022
Sewer Fund – Sewer Phase 3					
Reginal District Bylaw 1811	152	0.91%	2050	\$ 3,963,556	\$ 4,077,655
				\$ 3,963,556	\$ 4,077,655

Municipal Finance Authority Debt Reserve Fund:

MFA provides capital financing for regional districts and their member municipalities. The MFA is required to establish a Debt Reserve Fund (DRF). Each regional district, through its member municipalities who share in the proceeds of a debt issue, is required to pay into the debt reserve certain amounts set out in the debt agreements. The MFA pays into the DRF these monies from which interest earned thereon less administrative expenses becomes an obligation to the regional districts. It must then use this fund if at any time there are insufficient funds to meet payments on its obligations. When this occurs, the regional districts may be called upon to restore the fund.

Upon the maturity of a debt issue, the unused portion of the DRF established for that issue will be discharged to the District. The proceeds from these discharges will be credited to income in the year they are received. As at December 31, 2023, the District's MFA DRF balance is:

	DRF Cash	DRF Demand Note
MFA Debt Reserve Fund	\$ 46,317	\$ 31,669

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

7. Asset Retirement Obligation:

Remediation Assets with Asbestos

The District owns assets that are known to have asbestos and lead paint, which represents a health hazard upon demolition of the asset. There is a legal obligation to remove and dispose of the hazardous materials. Following the adoption of PS3280 ARO, the District recognized an obligation of \$37,790 relating to the removal of the hazardous materials in these assets as estimated in December 2023. It is highly likely that this ARO asset will be removed in a short period of time. Therefore, Net Present Value method is not used to estimate the ARO asset and liability as the time value of money is negligible.

Well Decommissioning Obligation

The Groundwater Protection Regulation provides specific guidelines for decommissioning wells which give rise to a retirement obligation. The District must recognize an asset retirement obligation related to ten wells owned by Lantzville that will be required to be decommissioned at the end of life. This resulted in an increase of \$75,000 to retirement liability. These wells were previously unrecognized and as a result the corresponding amount was recognized as amortization expense.

The transition and recognition of ARO involved an accompanying increase in the liability of Parks and Water Fund capital assets. Estimated costs totaling \$112,790 have been added to ARO asset value. The increase in capital assets is amortized on a straight-line basis over the remaining expected useful life of the related assets.

	2023	2022
Opening asset retirement obligations	\$ -	-
Initial recognition of expected discounted cash flows	112,790	-
Increase due to accretion	-	-
Closing asset retirement obligation	\$ 112,790	-

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

8. Tangible Capital Assets (Schedule A):

(a) Assets under construction:

Assets under construction having a value of \$291,738 (2022 - \$397,108) have not been amortized. Amortization of these assets will commence when the asset is put into service.

(b) Contributed tangible capital assets:

Contributed capital assets are recognized at fair market value at the date of contribution. The value of contributed capital assets received during the year is nil (2022 - \$1,781,000).

(c) Tangible capital assets disclosed at nominal values:

Where an estimate of fair value could not be made, the asset has been recognized at a nominal value.

(d) Interest capitalized:

No interest was capitalized with the acquisition or construction of a tangible capital asset during the year.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

9. Accumulated Surplus:

Accumulated surplus consists of individual fund surplus and reserve funds as follows:

	2023	2022
Equity in Tangible Capital Assets	\$ 63,755,945	\$ 62,787,052
Unrestricted Surplus	1,761,229	1,529,144
Restricted Surplus	452,031	575,348
Statutory Reserve Funds	10,351,985	6,734,029
Accumulated remeasurement gains and losses	(94,354)	(134,117)
	\$ 76,226,836	\$ 71,491,456

Reserve funds are comprised of the statutory reserve funds shown in Schedule B.

10. Annual Budget:

These financial statements include the Annual Budget as adopted by Council on March 22, 2023. No amendments subsequent to this date have been included. The following is a reconciliation of the budget presentation required for the financial statements and the annual financial plan bylaw:

	2023
Annual Budgeted Surplus – Statement of Operations	\$ 6,338,371
Adjust for:	
Capital expenditures	(11,898,371)
Proceeds from borrowing	3,223,000
Debt principal payments	(110,200)
Transfer from reserves	1,301,000
Transfer from accumulated surplus	312,600
Internal borrowing repayment	(97,400)
Amortization	931,000
Net Annual Budget – as approved by Council	\$ -

District of Lantzville



NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

11. Net Taxes Available for Municipal Purposes:

The District is required to collect taxes on behalf of, and transfer these amounts to, other government agencies noted below. Taxes levied over or under the amounts requisitioned are recorded as accounts payable or receivable.

	2023	2022
Taxes:		
Property / parcel taxes	\$ 8,892,604	\$ 8,320,133
Payments in lieu of taxes	36,469	35,693
1% utility taxes	61,226	57,791
	8,990,299	8,413,617
Less taxes levied for other authorities:		
School District	2,944,074	2,698,331
Policing	369,065	291,150
Regional Hospital District	740,567	571,050
Regional District of Nanaimo	1,100,740	1,032,659
BC Assessment Authority	73,063	67,008
Municipal Finance Authority	419	365
	5,227,928	4,660,563
Net taxes available for municipal purposes	\$ 3,762,371	\$ 3,753,054

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

12. Grants and Government Transfers:

	2023	2022
Operating transfers from provincial government:		
Climate Action Program Grant	\$ 67,082	\$ 67,082
New Building Canada Fund – Small Communities Fund	456,000	580,000
Growing Communities Fund Grant	1,910,000	-
Capital transfers from federal government:		
Canada Community Revitalization Fund	448,877	32,115
Federal Gas Tax	664,887	123,543
Investing in Canada Infrastructure Program	71,147	-
Other contributions:		
Other	-	12,446
	\$ 3,617,993	\$ 815,186

COVID Recovery Funding

In November 2020, the Province of British Columbia announced COVID-19 Safe Restart Grants for Local Governments. The District received \$1,220,000 of funds at that time to assist with increased operating costs and lower revenue due to COVID-19. The following outlines how the funds were allocated during the year:

	2023	2022
Balance forward, December 31	\$ 425,734	\$ 754,950
Eligible costs incurred:		
Information technology requirements	(19,189)	(138,709)
Facility safety improvements	(41,955)	(40,986)
Wages & benefits	(88,519)	(41,858)
Reserve fund contributions	-	(126,574)
Interest earned	19,496	18,911
Balance, December 31, 2023 (Included in Operating Reserves)	\$ 295,567	\$ 425,734

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

12. Grants and Government Transfers: (Continued)

Growing Communities Fund

The Province provided \$1.91 million Growing Communities Fund (GCF) to the District. GCF funds support local government to deliver infrastructure projects necessary to enable community growth and address infrastructure and amenities demands – such as recreation facilities, parks, and water-treatment plants, as well as other community infrastructure.

The District will report annually about how GCF grants were spent to ensure transparency regarding the use of those funds. The following outlines the interest earned during 2023 with no amount expended from the GCF reserve fund over the fiscal year of 2023.

	2023	2022
Balance forward, December 31	\$ -	\$ -
Growing Communities Fund Received	1,910,000	
Interest earned	57,551	-
Eligible costs incurred:	-	-
Balance, December 31, 2023	\$ 1,967,551	\$ -

13. Expenses by Object and Segment:

The District's operations and activities are organized and reported by Fund. These Funds include General, Water, and Sewer. The District's expenditures by object are reported in Schedule C – Schedule of Segment Disclosures. The following are the activities/services provided by each of the segments reported on:

GENERAL FUND

General Government

General government services include all administrative aspects of the District including corporate administration, finance, human resources and legislated services to the residents of the District.

Transportation Services

Transportation services are comprised of annual maintenance of all municipally owned roads, storm drainage, sidewalks, street signs, street lighting, traffic signals and transportation vehicle fleet used to provide services to the District.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

13. Expenses by Object and Segment: (Continued)

Protective Services

Protective services include the fire department and emergency planning.

Bylaw Enforcement

Bylaw enforcement services include enforcement of regulatory bylaws.

Solid Waste Collection

Solid waste management includes fees related to residential solid waste curbside collection services.

Recreation and Cultural Services

Recreation and Cultural Services is comprised of services meant to improve the health and development of citizens of Lantzville. This segment includes maintenance and development of all parks and green spaces within the District.

Community Development Services

Community development services includes land use planning, subdivision, development, and mapping.

Building Inspection

Building inspection services ensure the health, safety, and protection of persons and property by confirming that buildings and their systems generally conform to the BC Building Code and other applicable standards.

Sewer Fund

Sewer services includes the management and maintenance of the sanitary sewer collection system.

Water Fund

Water services includes the management and maintenance of the water distribution system including reservoirs, wells, and hydrants.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

14. Commitments and Contingencies:

- (a) The Regional District of Nanaimo (RDN) debt, under provisions of the *Local Government Act*, is a direct, joint and several liability of the RDN and each member municipality within the RDN, including the District.
- (b) The District committed \$635,860 to Lantzville Road Watermain Project scheduled for completion in 2023.
- (c) The District is a defendant in various lawsuits. The District records an accrual in respect to legal claims that are likely to be successful and for which a liability amount is reasonably determinable. The remaining claims, should they be successful as a result of litigation, will be recorded when a liability is likely and determinable. The District is insured through membership in the Municipal Insurance Association (MIA) of British Columbia. Under this program, member municipalities are to share jointly for general liability claims against any member in excess of \$10,000. Should the MIA pay out claims in excess of premiums received, it is possible that the District, along with other participants, would be required to contribute towards the deficit.

15. Financial statement adjustments

Subsequent to the issue of the financial statements in May 2024, various discrepancies were discovered in the presentation of expenses and tangible capital asset transactions. These financial statements have been adjusted to correct presentation of expenses, gain (loss) on disposal of tangible capital assets, write-off of tangible capital assets, remeasurement gains (losses), reserves and various rounding amounts. The following is a listing of adjustments larger than \$10,000 from the financial statements issued on May 22, 2024. Certain comparative figures have also been adjusted to conform to current year presentation.

	2023
	\$
Statement of Operations	
General government services expenses decreased	12,536
Transportation services expenses increased	71,641
Protective services expense increased	10,281
Sewer expenses decreased	125,518
Water expenses increased	50,739

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2023 with comparative information for 2022

	2023
	\$
Statement of Change in Net Financial Assets	
Amortization of tangible capital assets increased	16,408
Gain/loss on disposal of tangible capital assets decreased	264,500
Proceeds on sale of tangible capital assets increased	17,480
Write-off of tangible capital assets increased	96,490
Remeasurement gain/loss increased	134,118
Statement of Cash Flows	
Amortization of tangible capital assets increased	16,408
Loss on disposal of tangible capital assets decreased	264,500
Remeasurement gain/loss increased	134,118
Write-off of tangible capital assets increased	96,490
Proceeds on sale of tangible capital assets increased	17,480
Note 9 Accumulated Surplus	
Unrestricted surplus decreased	146,491
Statutory reserve funds increased	146,488
Schedule A – Tangible capital assets	
Total amortization expense increased	16,408
Schedule B – Reserve Funds	
Transfers in – Facilities lifecycle increased	96,490
Transfers in – Community Amenity Contributions increased	50,000

District of Lantzville



SCHEDULE A - TANGIBLE CAPITAL ASSETS

For the year ended December 31, 2023

	<div>Infrastructure</div>										
	Land	Land Improvements	Buildings	Vehicles	Equipment	Roads	Sewer	Water	Assets Under Construction	2023	2022
HISTORICAL COST:											
Opening Balance	\$ 20,511,394	\$ 1,932,138	\$ 2,093,153	\$ 2,600,880	\$ 751,771	\$18,178,605	\$17,035,398	\$ 16,862,080	\$ 397,108	\$80,362,527	\$76,649,736
Additions	5,304	52,321	-	62,709	73,201	1,263,581	31,892	634,880	185,498	2,309,386	3,759,565
Additions due to ARO	-	37,790	-	-	-	-	-	75,000	-	112,790	-
Disposal	-	-	-	(216,173)	-	-	-	-	(96,490)	(312,663)	(46,775)
Transfers		-	-	-	-	51,499	-	142,880	(194,379)	-	-
Closing Balance, Dec 31	\$20,516,698	\$2,022,249	\$2,093,153	\$2,447,416	\$824,972	\$19,493,685	\$17,067,290	\$17,714,840	\$291,737	\$82,472,040	\$80,362,527
ACCUMULATED AMORTIZATION:											
Opening Balance	-	567,428	1,167,241	960,428	385,691	6,035,012	1,597,434	2,784,586	-	13,497,820	12,359,874
Amortization Expense	-	66,274	45,358	118,993	86,666	512,385	192,751	309,670	-	1,332,097	1,137,946
Disposal	-	-	-	(190,168)	-	-	-	-	-	(190,168)	-
Closing Balance, Dec 31	-	633,702	1,212,599	889,253	472,357	6,547,397	1,790,185	30,94,256	-	14,639,749	13,497,820
NET BOOK VALUE	\$ 20,516,698	\$ 1,388,547	\$ 880,554	\$ 1,558,163	\$ 352,615	\$ 12,946,288	\$ 15,277,105	\$ 14,620,584	\$ 291,737	\$ 67,832,291	\$ 66,864,707

SCHEDULE B - RESERVE FUNDS (UNAUDITED)

For the year ended December 31, 2023

GENERAL FUND

	Capital Works	Facilities Lifecycle	Asset Replacement	Fire Truck	Parks Development	Parks Acquisition	Community Amenity Contributions	One Time Project	Local Gov't Climate Action	Growing Communities Fund
Opening Balance	\$ 1,437,084	\$ 1,599,500	\$ 248,825	\$ 403,282	\$ 17,917	\$ 95,859	\$ 159,300	\$ 50,000	-	
Transfers in	702,500	228,590	107,000	108,200	-	22,500	50,000	50,000	134,164	1,910,000
Interest earned	49,061	73,248	11,395	18,468	820	4,390	7,295	2,290	-	57,551
Transfers out	(167,931)	-	(101,885)	(39,300)	(14,219)	(5,304)	-	(643)	-	-
Closing Balance	\$ 2,020,714	\$ 1,901,338	\$ 265,335	\$ 490,650	\$ 4,518	\$ 117,445	\$ 216,595	\$101,647	134,164	1,967,551

SEWER FUND

WATER FUND

	Asset Replacement	Debt Repayment	Asset Replacement	Water Expansion	2023	2022
Opening Balance	\$ 541,141	\$ 422,566	\$ 1,718,555	\$ 40,000	\$ 6,734,029	\$ 6,348,065
Transfers in	175,967	-	507,403	9,700	4,006,024	1,818,747
Interest earned	24,781	19,351	96,479	1,832	366,961	159,009
Transfers out	(31,892)	-	(393,854)	-	(755,028)	(1,591,792)
Closing Balance	\$ 709,997	\$ 441,917	\$ 1,928,583	\$ 51,532	\$10,351,985	\$ 6,734,029

District of Lantzville

SCHEDULE C - 2023 STATUTORY SEGMENT DISCLOSURES

For the year ended December 31, 2023

	General Government Services	Transportation	Protective Services	Bylaw Enforcement	Solid Waste Collection	Recreational and Cultural Services	Community Development Services	Building Inspection	Sewer	Water	2023
Revenue											
Taxation	3,193,566	-	-	-	-	-	-	-	197,481	371,324	3,762,371
Sales and services		-	-	-	271,900	250	60,323	107,250	455,809	728,524	1,624,056
Grants and government transfers	3,546,846	-	-	-	-	-	-	-		71,147	3,617,993
Investment Income	713,728	-	-	-	-	-	-	-	21,861	-	735,589
Penalties and fines	40,081	-	-	-	4,616	-	-	-	6,972	10,746	62,415
Development charges earned	-	-	-	-	-	-	285,581	-	-	-	285,581
Contributions from developers and others	126,269	-	4,045	-	-	1,538	-	-	-	-	131,852
Other revenue from own sources	93,591	-	62,179	-	-	-	-	-	-	345	156,115
Revenue Total	7,714,081	-	66,224	-	276,516	1,788	345,904	107,250	682,123	1,182,086	10,375,972
Expense											
Salaries, wages and benefits	1,083,174	204,872	251,522	2,841	-	183,128	204,805	33,125	57,426	240,731	2,261,624
Materials & Supplies	357,551	222,774	189,492	54	-	54,941	10,392	65	50,577	221,760	1,107,606
Contracted Services	279,207	187,039	154,442	79,129	251,462	-	14,676	58,716	-	-	1,024,671
Loss on disposal of TCA	-	500	8,020	-	-	-	-	-	-	-	8,520
Other	26,699	267	2,260	-	-	-	-	-	(125,519)	-	93,293
Amortization	109,055	592,187	91,550	-	-	36,884	-	-	192,751	309,670	1,332,097
Debt Servicing	-	-	-	-	-	-	-	-	39,130	-	39,130
Expense Total	1,858,686	1,207,639	697,286	82,024	251,462	274,953	229,873	91,906	214,365	772,161	5,680,355
Surplus/(deficit)	5,855,395	(1,207,639)	(631,062)	(82,024)	25,054	(273,165)	116,031	15,344	467,758	409,925	4,695,617

District of Lantzville



SCHEDULE C – 2022 STATUTORY SEGMENT DISCLOSURES

For the year ended December 31, 2022

	General Government Services	Transportation Services	Protective Services	Bylaw Enforcement	Solid Waste Collection	Recreation and Cultural Services	Community Development Services	Building Inspection	Sewer	Water	2022
REVENUE											
Taxation	\$ 3,186,049	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 197,481	\$ 369,524	\$ 3,753,054
Sales and services	16,132	-	-	-	264,877	-	149,187	182,000	424,001	550,878	1,587,074
Grants and government transfers	699,073	112,838	3,275	-	-	-	-	-	-	-	815,186
Investment income	296,850	-	-	-	-	-	-	-	981	-	297,832
Penalties and fines	26,936	-	-	-	4,690	-	-	-	6,358	9,219	47,203
Development charges earned	-	-	-	-	-	-	-	-	-	330,938	330,938
Contributions from developers and others	-	-	-	-	-	-	187,000	-	-	1,781,000	1,968,000
Other revenue from own sources	3,446	-	31,850	-	-	6,251	-	-	-	760	42,308
	4,228,487	112,838	35,125	-	269,567	6,251	336,187	182,000	628,821	3,042,319	8,841,594
EXPENSES											
Salaries, wages, and benefits	1,019,781	137,151	228,269	-	-	150,945	204,162	73,821	58,887	213,729	2,086,745
Materials and supplies	137,488	181,994	104,014	11	-	43,965	-	365	21,651	73,325	562,813
Contracted services	205,423	228,121	48,925	73,501	205,613	196	20,972	53,134	129,328	40,076	1,005,289
Other	15,933	144,401	56,674	-	-	20,088	19,771	-	27,268	259,797	543,931
Amortization	82,027	480,970	107,657	-	-	36,168	-	-	191,898	239,225	1,137,946
Debt Servicing	-	-	-	-	-	-	-	-	39,130	-	39,130
	1,460,652	1,172,638	545,537	73,512	205,613	251,363	244,904	127,320	468,162	826,152	5,375,853
SURPLUS / (DEFICIT)	\$ 2,767,836	\$ (1,059,800)	\$ (510,412)	\$ (73,512)	\$ 63,953	\$ (245,113)	\$ 91,283	\$ 54,680	\$ 160,659	\$ 2,216,167	\$ 3,465,741