

## **STATEMENT OF FINANCIAL INFORMATION for the year ending December 31, 2020**

### **MANAGEMENT REPORT**

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with Canadian generally accepted accounting principles. The integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the audited financial statements.

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

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

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

Submitted by



Linda Greenan, CPA, CMA  
Manager of Financial Services / Officer responsible for financial administration under the *Local Government Act*

Prepared pursuant to Financial Information Regulation, Schedule 1, section 9  
FIR (9) (1)



## STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act*.

  
\_\_\_\_\_  
(signature)

  
\_\_\_\_\_  
(signature)

Name: Patrick Brabazon

Name: Linda Greenan

Position: Chair

Position: Manager of Financial Services, CFO

Date: June 30, 2021

Date: June 30, 2021

## Financial Information Regulation, Schedule 1

### Checklist – Statement of Financial Information (SOFI)

#### For the Corporation:

Corporate Name: qathet regional District Contact Name: Linda Greenan  
 Fiscal Year End: December 31, 2020 Phone Number: (604) 485-2260  
 Date Submitted: June 30, 2021 E-mail: lgreenan@qathet.ca

#### For the Ministry:

Ministry Name: \_\_\_\_\_ Reviewer: \_\_\_\_\_  
 Date Received: \_\_\_\_\_ Deficiencies: Yes  No   
 Date Reviewed: \_\_\_\_\_ Deficiencies Addressed: Yes  No   
 Approved (SFO): \_\_\_\_\_ Further Action Taken: \_\_\_\_\_

Distribution: Legislative Library  Ministry Retention

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>General</b>					
1 (1) (a)	Statement of assets and liabilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
1 (1) (b)	Operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
1 (1) (c)	Schedule of debts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
1 (1) (d)	Schedule of guarantee and indemnity agreements	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
1 (1) (e)	Schedule of employee remuneration and expenses	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (f)	Schedule of suppliers of goods and services	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>Statement of Assets &amp; Liabilities</b>					
2	<ul style="list-style-type: none"> <li>• A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and</li> <li>• Show changes in equity and surplus or deficit due to operations</li> </ul>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
<b>Operational Statement</b>					
3 (1)	Prepared in accordance with GAAP or stated accounting principles / policies and consists of: <ul style="list-style-type: none"> <li>• a Statement of Income or Statement of Revenue and Expenditures, and</li> <li>• a Statement of Changes in Financial Position</li> </ul>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
3 (2) 3 (3)	<ul style="list-style-type: none"> <li>• The Statement of Changes in Financial Position may be omitted if it provides no additional information</li> <li>• The omission must be explained in the notes</li> </ul>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Included in audited financial statements
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Included in audited financial statements
<b>Schedule of Debts</b>					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
4 (3) 4 (4)	<ul style="list-style-type: none"> <li>• The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information</li> <li>• The omission must be explained in a note to the schedule</li> </ul>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>Schedule of Guarantee and Indemnity Agreements</b>					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
5 (2)	State the entities involved, and the specific amount involved if known	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
5 (3) 5 (4)	<ul style="list-style-type: none"> <li>• The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information</li> <li>• The omission must be explained in a note to the schedule</li> </ul>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>Schedule of Remuneration and Expenses</b> (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds \$75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (c)	Include a consolidated total for employees whose remuneration is \$75,000 or less [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>Schedule of Remuneration and Expenses</b> (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (7) (a) 6 (7) (b)	Include a statement of severance agreements providing: <ul style="list-style-type: none"> <li>• the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and</li> <li>• the range of equivalent months' compensation for them</li> </ul> (see Guidance Package for suggested format)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	The qathet Regional District did not enter into any severance agreements in 2020.
<b>Schedule of Suppliers of Goods or Services</b> (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding \$25,000	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (b)	Include a consolidated total of all payments to suppliers who received \$25,000 or less	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>Inactive Corporations</b>					
8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>Approval of Financial Information</b>					
9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at <a href="http://www.gov.bc.ca/cas/popt/">http://www.gov.bc.ca/cas/popt/</a> )	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

**2020 SCHEDULE OF GUARANTEES AND INDEMNITY AGREEMENTS**

FIR 1 (1) (d)

qathet REGIONAL DISTRICT

**SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS**

This organization has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.



**2020 SCHEDULE OF DEBTS**

FIR 4 (1) (a)

qathet REGIONAL DISTRICT

SCHEDULE OF DEBTS

Information on debts for this organization are included in Notes 3 and 4 to the Financial Statements.

**MFA DEBENTURE DEBT  
2020 PAYMENTS**

FIR 4 (1) (a)

MFA ISSUE #	RD BYLAW	PREDICTED DUE DATE	PURPOSE	AMOUNT BORROWED	RATE	PAYMENT DATE	PRINCIPAL	INTEREST	TOTAL SEMI- ANNUAL	TOTAL ANNUAL
<b>CITY DEBT</b>										
92	383	Apr-2030	REC COMPLEX	500,000	0.91%	6-Apr 6-Oct	12,005.98	3,875.00 2,275.00	15,880.98 2,275.00	18,155.98
93	383	Apr-2025	ROADS REHAB.	1,000,000	1.67%	6-Apr 6-Oct	55,413.07	9,037.42 7,624.38	64,450.49 7,624.38	72,074.87
106	424	Oct-2034	MILLENIUM PARK	1,430,000	2.25%	13-Apr 13-Oct	34,337.11	16,087.50 16,087.50	16,087.50 50,424.61	66,512.11
117	424	Oct-2041	NORTH HARBOUR	6,000,000	3.25%	12-Apr 12-Oct	106,980.59	97,500.00 97,500.00	97,500.00 204,480.59	301,980.59
137	507	Apr-2046	NEW LIBRARY	3,500,000	2.60%	19-Apr 19-Oct	67,799.66	45,500.00 45,500.00	113,299.66 45,500.00	158,799.66
150	556	Apr-2050	LIQUID WASTE TREATMENT	10,000,000	1.99%	9-Apr 9-Oct		99,500.00	- 99,500.00	99,500.00
<b>TOTAL CITY</b>				<b>22,430,000</b>			<b>276,536.41</b>	<b>440,486.80</b>	<b>717,023.21</b>	<b>717,023.21</b>
<b>ELECTORAL AREA DEBT</b>										
81	371	Apr-2024	NS RECREATION	70,000	5.50%	24-Apr 23-Oct	2,116.98	1,925.00 1,925.00	4,041.98 1,925.00	5,966.98
110	417	Apr-2030	MYRTLE WATER	72,056	1.28%	8-Apr 8-Oct	2,419.77	1,621.26 461.16	4,041.03 461.16	4,502.19
116	444	Apr-2026	LUND SEWER	25,000	4.20%	4-Apr 4-Oct	1,248.53	525.00 525.00	1,773.53 525.00	2,298.53
121	417	Oct-2032	MYRTLE WATER	9,566	2.90%	4-Apr 4-Oct	321.24	138.71 138.71	459.95 138.71	598.66
121	446	Oct-2042	NORTHSIDE FIRE	544,000	2.90%	4-Apr 4-Oct	9,699.57	7,888.00 7,888.00	17,587.57 7,888.00	25,475.57
124	417	Oct-2032	MYRTLE WATER	2,629	3.15%	10-Apr 10-Oct	88.29	41.41 41.41	129.70 41.41	171.11
124	446	Oct-2042	NORTHSIDE FIRE	62,860	3.15%	10-Apr 10-Oct	1,120.80	990.05 990.05	2,110.85 990.05	3,100.90
127	446	Oct-2044	NORTHSIDE FIRE	42,732	3.30%	7-Apr 10-Oct	761.92	705.08 705.08	1,467.00 705.08	2,172.08
146	527	Sep-2038	TEXADA HEALTH	202,910	3.20%	19-Mar 19-Sep	7,551.44	3,246.56 3,246.56	3,246.56 10,798.00	14,044.56
<b>TOTAL ELECTORAL AREAS</b>				<b>1,031,753</b>			<b>25,328.54</b>	<b>33,002.04</b>	<b>58,330.58</b>	<b>58,330.58</b>
<b>TOTAL DEBT PAYMENTS</b>				<b>23,461,753</b>			<b>301,864.95</b>	<b>473,488.84</b>	<b>775,353.79</b>	<b>775,353.79</b>

**2020 SCHEDULE OF LONG-TERM DEBENTURE DEBT**

FIR 4 (1) (a)  
FIR 4 (2)

<b>RD BY LAW #</b>	<b>MFA ISSUE #</b>	<b>PROJECTED MATURITY DATE</b>	<b>PURPOSE</b>	<b>ORIGINAL AMOUNT</b>	<b>RATE</b>	<b>OUTSTANDING AMOUNT</b>
<b>MUNICIPAL MEMBER DEBT</b>						
383	92	Apr-2030	REC COMPLEX	500,000	0.91%	259,597.23
383	93	Apr-2025	ROADS REHAB.	1,000,000	5.10%	298,995.43
424	106	Oct-2034	MILLENIUM PARK	1,430,000	2.25%	966,917.68
424	117	Oct-2041	NORTH HARBOUR	6,000,000	3.18%	4,867,846.31
507	137	Apr-2046	LIBRARY	3,500,000	2.60%	3,214,228.30
556	150	Apr-2050	LIQUID WASTE TREATMENT	10,000,000	1.99%	10,000,000.00
<b>SUBTOTAL MUNICIPAL</b>				<b>22,430,000</b>		<b>19,607,584.95</b>
<b>ELECTORAL AREA DEBT</b>						
371	81	Apr-2024	NORTHSIDE REC	70,000	5.50%	19,917.57
446	121	Oct-2042	NORTHSIDE FIRE	544,000	2.90%	454,625.98
446	124	Apr-2043	NORTHSIDE FIRE	62,860	3.15%	54,007.59
446	127	Apr-2044	NORTHSIDE FIRE	42,732	3.30%	37,678.20
<b>SUBTOTAL NORTHSIDE RECREATION</b>				<b>719,592</b>		<b>566,229.34</b>
417	110	Apr-2030	MYRTLE WATER	72,056	1.28%	43,003.99
417	121	Oct-2032	MYRTLE WATER	9,566	2.90%	6,606.02
417	124	Apr-2033	MYRTLE WATER	2,629	3.15%	1,931.67
<b>SUBTOTAL MYRTLE WATER</b>				<b>84,251</b>		<b>51,541.68</b>
444	116	Apr-2026	LUND SEWER	25,000	4.20%	11,787.06
<b>SUBTOTAL LUND SEWER</b>				<b>25,000</b>		<b>11,787.06</b>
527	146	Sep-2038	TEXADA HEALTH	202,910	3.30%	187,580.58
<b>SUBTOTAL TEXADA HEALTH</b>				<b>202,910</b>		<b>187,580.58</b>
<b>SUBTOTAL ELECTORAL AREA</b>				<b>1,031,753</b>		<b>817,138.66</b>
<b>TOTAL</b>				<b>23,461,753</b>		<b>20,424,723.61</b>

**2020 DEBTS COVERED BY SINKING FUNDS OR RESERVES**

FIR 4 (1) (b)

qathet REGIONAL DISTRICT

DEBTS COVERED BY SINKING FUNDS OR RESERVES

**2020 SCHEDULE OF LONG-TERM DEBT COVERED BY RESERVES**

FIR 4 (1) (b)

RD BY LAW#	MFA ISSUE #	PROJECTED MATURITY DATE	PURPOSE	RESERVES		
				CASH	DEMAND NOTE	ENDING BALANCE
<b>MUNICIPAL MEMBER DEBT</b>						
383	92	Apr-30	REC COMPLEX REHAB	8,187.04	12,377.99	20,565.03
383	93	Apr-25	ROAD REHAB	16,468.06	29,450.49	45,918.55
424	106	Oct-34	MILLENIUM PARK	19,605.43	32,398.06	52,003.49
424	117	Oct-41	NORTH HARBOUR	77,370.94	90,990.30	168,361.24
507	137	Apr-46	LIBRARY	38,933.31	44,399.83	83,333.14
556	150	Apr-50	LIQUID WASTE TREATMENT	101,454.30	122,749.61	224,203.91
<b>SUBTOTAL</b>				<b>262,019.08</b>	<b>332,366.28</b>	<b>594,385.36</b>
<b>ELECTORAL AREA DEBT</b>						
371	81	Apr-24	NORTHSIDE REC	1,196.76	2,283.49	3,480.25
446	121	Oct-42	NORTHSIDE FIRE	6,789.25	7,297.79	14,087.04
446	124	Apr-43	NORTHSIDE FIRE	772.49	921.85	1,694.34
446	127	Apr-44	NORTHSIDE FIRE	500.84	658.72	1,159.56
<b>SUBTOTAL NORTHSIDE RECREATION</b>				<b>9,259.34</b>	<b>11,161.85</b>	<b>20,421.19</b>
417	110	Apr-30	MYRTLE WATER	975.18	2,110.59	3,085.77
417	121	Oct-32	MYRTLE WATER	119.39	203.67	323.06
417	121	Apr-33	MYRTLE WATER	32.29	59.27	91.56
<b>SUBTOTAL MYRTLE WATER</b>				<b>1,126.86</b>	<b>2,373.53</b>	<b>3,500.39</b>
444	116	Apr-26	LUND SEWER	327.17	899.27	1,226.44
<b>SUBTOTAL LUND SEWER</b>				<b>327.17</b>	<b>899.27</b>	<b>1,226.44</b>
527	146	Sep-38	TEXADA HEALTH	2,134.87	4,993.18	7,128.05
<b>SUBTOTAL LUND SEWER</b>				<b>2,134.87</b>	<b>4,993.18</b>	<b>7,128.05</b>
<b>SUBTOTAL ELECTORAL AREA</b>				<b>12,848.24</b>	<b>19,427.83</b>	<b>32,276.07</b>
<b>TOTAL</b>				<b>274,867.32</b>	<b>351,794.11</b>	<b>626,661.43</b>

**2020 SCHEDULE OF REMUNERATION AND EXPENSES**

FIR 6 (2) (a)

**1. Elected Officials - Members of the Board of Directors**

<b>Name</b>	<b>Position</b>	<b>Remuneration<sup>1</sup></b>	<b>Expenses<sup>2</sup></b>
Belyea, Ted	Alt. Member, Board (Area B)	\$ -	\$ 46.88
Brabazon, Patrick	Board Chair (Area A)	35,721.00	128.94
Brander, Clayton	Member, Board (Area C)	21,979.35	3,014.32
Doubt, George	Member, Board (Municipal)	15,555.00	46.88
Fall, Andrew	Member, Board (Area E)	25,012.23	991.36
Garside, Shelley	Alt. Member, Board (Area E)	-	46.88
Gisborne, Mark	Member, Board (Area B)	22,594.71	3,064.15
Hathaway, Maggie	Alt. Member, Board (Municipal)	-	46.88
Hollo, Teresa	Alt. Member, Board (Area D)	333.00	104.62
Leishman, CaroleAnn	Member, Board (Municipal)	17,298.00	264.38
Louie, Larry	Member, Board (Hospital District)	520.00	65.76
McCormick, Sandra	Member, Board (Area D)	23,461.96	2,154.89
Palm, Jim	Alt. Member, Board (Municipal)	-	46.88
Robertson, Harold	Alt. Member, Board (Area A)	130.00	46.88
Smith, Denise	Alt. Member, Board (Hospital District)	-	46.88
Williams, Carlos	Alt. Member, Board (Area C)	-	46.88
<b>Total Elected Officials - Members of the Board of Directors</b>		<b>\$ 162,605.25</b>	<b>\$ 10,163.38</b>

FIR 6 (2) (b) & (c)

**2. Other Employees**

<b>Name</b>	<b>Position</b>	<b>Remuneration<sup>1</sup></b>	<b>Expenses<sup>2</sup></b>
Employees with remuneration exceeding \$75,000:			
Devereaux, Patrick	Manager of Operational Services	\$ 110,918.36	\$ 1,826.48
Greenan, Linda	Manager of Financial Services	123,081.78	1,425.00
Jones, Michelle	Manager of Administrative Services	101,759.28	2,877.65
Keil, Regan H	Parks and Properties Supervisor	82,119.57	1,789.97
Kouwenhoven, Jason	Accountant	89,641.69	1,600.32
Radke, Allan	Chief Administrative Officer	162,099.46	3,979.53
Roddan, Laura	Manager of Planning	111,738.67	610.57
Schmeister, Nancy	Manager of Technical Services	98,523.94	-
Thoms, William	Manager of Emergency Services	98,506.03	388.40
Wall, Mike	Manager of Asset Management and Strategic Initiatives	117,259.57	1,958.90
<b>Consolidated total of other employees with remuneration of \$75,000 or less</b>		<b>1,148,134.46</b>	<b>28,844.70</b>
<b>Total: Other Employees</b>		<b>\$ 2,243,782.81</b>	<b>\$ 45,301.52</b>

FIR 6 (2) (d)

**3. Reconciliation**

Total Remuneration Elected Officials - Members of the Board of Directors	\$ 162,605.25
Total Remuneration Other Employees	2,243,782.81
Subtotal	2,406,388.06
Total Personnel Costs per Statement of Revenue and Expenditure	2,427,681.00
Variance (note 3)	\$ (21,292.94)

**Notes**

1. Remuneration includes the sum of gross salary plus the value of taxable benefits.

2. Expenses includes costs such as mileage to meetings, conference, professional accreditation, and membership fees. These expenses "... are not limited to expenses that are generally perceived as prerequisites or bestowing personal benefit, and may include expenditures required for employees to perform their job functions".

3. The schedule of remuneration reflects actual payments made during 2020 and therefore differs significantly from the expenses recorded in the financial statements which are reported on an accrual basis and include all wages and benefits accruing to staff.

**2020 SCHEDULE OF REMUNERATION AND EXPENSES**

FIR 6 (8)

qathet REGIONAL DISTRICT

STATEMENT OF SEVERANCE AGREEMENTS

There were no severance agreements made between qathet Regional Distict and a non-unionized employees during fiscal year 2020.

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)

**2020 SCHEDULE OF PAYMENTS FOR THE PROVISION OF GOODS AND SERVICES**

FIR 7 (1) (a)

**SCHEDULE SHOWING PAYMENTS MADE FOR THE PROVISION OF GOODS OR SERVICES**

**1. Alphabetical list of suppliers who received aggregate payments exceeding \$25,000**

<b>Supplier Name</b>	<b>Amount Paid</b>
Albert, Marc	30,134.10
Aon Reed Stenhouse Inc.	228,037.00
Associated Fire Safety	56,619.72
Augusta Recyclers Inc.	279,523.06
BC Hydro	71,523.41
BC Transit	113,379.40
Benefits by Design	43,370.30
Blackman Support Services Ltd.	72,103.42
Bob Marquis Contracting Ltd.	48,184.50
Canada Revenue Agency	621,226.23
Chima Concrete Services Ltd.	26,312.23
City of Powell River	35,958.03
City Transfer	530,033.82
Coastal Welding & Metal Fabrication	33,303.14
Fraser Burrard Diving Ltd.	210,148.41
GovernmentFrameworks.com Inc.	77,182.90
Guillevin International Co	40,176.34
Heron Bay Boat Works	56,404.18
Hub Fire Engines & Equipment	60,730.59
Integrity Building - 0937809 BC Ltd.	221,445.00
Interactions HR Solutions Inc.	78,230.57
Justice Institute of BC	50,721.15
KGL FREIGHT SERVICES LTD	30,855.28
Let's Talk Trash	129,871.36
Minister of Finance	68,803.77
MNP LLP	29,822.62
Municipal Insurance Association of BC	38,622.00
Municipal Pension Plan	339,510.05
North Island 911 Corporation	200,225.00
Pacific Blue Cross	98,363.03
Regional Disposal Company - 4178	559,713.11
Robertson, Courtney	25,563.34
Salish Soils	59,964.03
Stewart Systems Inc.	28,258.65
Sunshine Coast Fuels Ltd.	25,349.48
Sunshine Disposal & Recycling	394,556.98
Telus Communications	38,029.20
Tervita Corporation	377,550.16
Tetra Tech Canada Inc.	466,503.92
Tin Hat Mountain Contracting Ltd.	25,185.59
Vancouver Coastal Health	53,625.37
Wilson, Kevin AND Alcos, Lisa	79,640.79
WorkSafe BC	48,994.14
Young Anderson Barristers and Solicitors	95,560.59
<b>Total aggregate amount paid to suppliers</b>	<b>\$ 6,199,315.96</b>

FIR 7 (1) (b)

**2. Consolidated total paid to suppliers who received aggregate payments of \$25,000 or less**

<b>\$ 1,717,574.55</b>
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**2020 SCHEDULE OF PAYMENTS FOR THE PROVISION OF GOODS AND SERVICES**

FIR 7 (2) (b)

**3. Total of payments to suppliers for grants and contributions exceeding \$25,000**

**Alphabetical list of contributions exceeding \$25,000**

<b>Grant Recipient</b>	
Kelly Creek Community School Association	51,746.00
LIFT Community Services	56,636.00
Tourism Powell River	31,000.00
<b>Consolidated total of grants exceeding \$25,000</b>	<b>\$ 139,382.00</b>

<b>Contribution Recipient</b>	
City of Powell River - Social Planning	\$ 24,132.53
City of Powell River - Sub-regional recreation	177,000.00
Lasqueti Island Last Resort Society	43,931.25
Powell River Historical Museum and Archives Association	204,240.00
Powell River Public Library	392,522.55
The BC Society for the Prevention of Cruelty to Animals	84,985.00
Vancouver Island Regional Library	27,836.00
<b>Consolidated total of contributions exceeding \$25,000</b>	<b>\$ 954,647.33</b>

<b>Consolidated total of grants and contributions exceeding \$25,000</b>	<b>\$ 1,094,029.33</b>
--	------------------------

FIR 7 (1) (c)

**4. Reconciliation**

Total of aggregate payments exceeding \$25,000 paid to suppliers	\$ 6,199,315.96
Consolidated total of payments of \$25,000 or less paid to suppliers	1,717,574.55
Consolidated total of all grants and contributions exceeding \$25,000	1,094,029.33
Total	9,010,919.84
Total per 2020 Statement of Revenue and Expenditure	9,569,283.00
Variance (note 1)	(558,363.16)

**Notes**

1. The schedule of payments reflects actual payments made in 2020 and therefore differs significantly from the expenses recorded in the financial statements which are reported on an accrual basis resulting in timing differences and recognition of non-cash expenses. Furthermore, there are disbursements on this report which are not considered expenditures for financial statement purposes including payments made to other taxing authorities, employee payroll deductions and investment in capital assets.

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Prepared under the Financial Information Regulation, Schedule 1, section 7 and the Financial Information Act, section 2.

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qathet  
REGIONAL DISTRICT

2020 Financial Statements





# qathet REGIONAL DISTRICT

## **Financial Statements for the year ending December 31, 2020**

Management's Responsibility for the Financial Statements

Independent Auditor's Report

### Financial Statements

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# qathet REGIONAL DISTRICT

## Management's Responsibility for the Financial Statements

The accompanying financial statements of the qathet Regional District have been prepared in accordance with the Canadian public sector accounting standards and are outlined under significant accounting policies in the notes to the financial statements. Management is responsible for the integrity and objectivity of these statements as well as the supplementary schedules. The preparation of financial statements necessarily 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.

Management maintains a system of internal controls 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. Management also maintains a program of proper business compliance. These systems are regularly monitored and evaluated by management.

The Board of Directors is responsible for reviewing and approving the financial statements and for ensuring that management fulfils its responsibility for financial reporting and internal control.

The financial statements have been audited by MNP LLP, independent external auditors appointed by the qathet Regional District. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the qathet Regional District's financial statements.

A blue ink signature of the Chief Administrative Officer, consisting of stylized initials and a horizontal line.

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Chief Administrative Officer

A blue ink signature of the Chief Financial Officer, written in a cursive style.

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Chief Financial Officer

To the Board of Directors of qathet Regional District:

## Opinion

We have audited the financial statements of qathet Regional District (the "Regional District"), which comprise the statement of financial position as at December 31, 2020, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including Schedules I to III, summary of function balances and accumulated surplus and 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, 2020, and the results of its operations 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 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.

## Other Information

Management is responsible for the other information, comprising 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 annual 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 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.

Nanaimo, British Columbia

April 29, 2021

*MNP* LLP

Chartered Professional Accountants

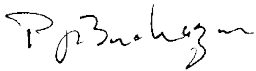


**qathet Regional District**  
**Statement of Financial Position**  
**As at December 31, 2020**


	2020	2019
<b>Financial Assets</b>		
Cash and short-term investments (Note 2)	\$ 15,590,987	\$ 12,702,007
Receivable from member municipality (Note 4)	19,722,406	9,956,197
Accounts receivable	2,344,561	1,083,817
<b>Total Financial Assets</b>	37,657,954	23,742,021
<b>Liabilities</b>		
Accounts payable (Note 16)	2,765,394	1,416,698
Due to Powell River Regional Hospital District (Notes 2 & 17)	5,595,731	5,069,778
Development cost charges	9,460	9,228
Deferred revenue	254,442	156,813
Capital financing and short term debt (Note 3)	1,349,929	1,535,504
Long-term debt (Note 4)	20,539,544	10,806,311
Landfill closure and post closure liability (Note 5)	202,889	242,332
<b>Total Liabilities</b>	30,717,390	19,236,664
<b>Net Financial Assets</b>	6,940,564	4,505,357
<b>Non-Financial Assets</b>		
Tangible capital assets (Schedule I)	20,468,729	18,207,701
Prepaid expenses	156,467	126,817
<b>Total Non-Financial Assets</b>	20,625,196	18,334,518
<b>Accumulated surplus (Note 11)</b>	\$ 27,565,760	\$ 22,839,875

Commitments (Note 9)  
Significant Event (Note 15)

Approved on behalf of the Board:



Chair



Chief Financial Officer

**qathet Regional District**  
**Statement of Operations**  
**For the year ended December 31, 2020**

	2020 Budget (Note 14)	2020 Actual	2019 Actual
<b>Revenue</b>			
Taxation levies	\$ 8,012,639	\$ 8,008,395	\$ 7,187,231
Parcel tax	288,905	288,905	318,905
Grants	5,358,162	3,515,185	1,634,044
Waste Management Tipping fees	1,370,640	1,409,995	1,296,331
Sales of Services - Cemetery	96,534	98,890	137,973
Park Fees	176,243	181,703	185,878
Water and Sewer User Fees	142,650	151,945	144,334
Interest and Other Revenue	444,835	634,816	516,504
Gain (loss) on disposal of tangible capital assets	-	(2,312)	36,594
Gain from Actuarial Adjustment on Debenture Debt	-	7,647	6,411
	<u>15,890,608</u>	<u>14,295,167</u>	<u>11,464,204</u>
<b>Expenses</b>			
General Government Services (Note 17)	1,976,738	1,565,324	1,686,600
Development Services	673,150	546,328	524,631
Solid Waste Management and Recycling	2,707,469	2,411,242	2,309,666
Other Services	877,508	666,739	913,738
Parks and Recreation Services	1,847,314	1,796,304	1,752,776
Protective Services	2,071,183	2,018,890	2,331,477
Public Health and Welfare Services	97,046	121,005	123,376
Transportation Services	174,130	125,390	155,437
Water Services	154,247	130,992	113,679
Sewer Services	202,324	187,070	142,704
	<u>10,781,109</u>	<u>9,569,283</u>	<u>10,054,084</u>
<b>Annual Surplus</b>	5,109,499	4,725,885	1,410,120
<b>Accumulated surplus, beginning of year</b>	22,839,875	22,839,875	21,429,755
<b>Accumulated surplus, end of year (Note 11)</b>	<u>\$ 27,949,374</u>	<u>\$ 27,565,760</u>	<u>\$ 22,839,875</u>



**qathet Regional District**  
**Statement of Changes in Net Financial Assets**  
**For the year ended December 31, 2020**

	2020 Budget <u>(Note 14)</u>	2020 Actual	2019 Actual
<b>Annual Surplus</b>	\$ 5,109,499	\$ 4,725,885	\$ 1,410,120
Acquisition of tangible capital assets	(6,132,585)	(3,023,197)	(1,431,708)
Amortization of tangible capital assets	-	759,857	686,097
Write down of investment in septage sludge disposal	-		178,150
Proceeds from sale of tangible capital assets	-		71,240
Gain (loss) on disposal of tangible capital assets	-	2,312	(36,594)
Change in prepaid expenses	-	(29,650)	(69,522)
<b>Change in net financial assets</b>	<b>(1,023,086)</b>	<b>2,435,207</b>	<b>807,783</b>
<b>Net financial assets, beginning of year</b>	<b>4,505,357</b>	<b>4,505,357</b>	<b>3,697,574</b>
<b>Net financial assets, end of year</b>	<b>\$ 3,482,271</b>	<b>\$ 6,940,564</b>	<b>\$ 4,505,357</b>

**qathet Regional District**  
**Statement of Cash Flows**  
**For the year ended December 31, 2020**

	<u>2020</u>	<u>2019</u>
<b>Cash provided (used in)</b>		
<b>Operating Transactions</b>		
Annual surplus	\$ 4,725,885	\$ 1,410,120
Items not involving cash		
Amortization of tangible capital assets	759,857	686,097
Gain (loss) on disposal of tangible capital assets	2,312	(36,594)
Gain from Actuarial Adjustment on Debenture Debt	(7,647)	(6,411)
Write down of investment in septage sludge disposal	-	178,150
Landfill Closure and post closure costs	(39,443)	69,558
Changes in balances		
Accounts Receivable	(1,294,744)	(329,260)
Prepaid Expenses	(29,650)	(69,522)
Accounts Payable	1,348,696	490,442
Deferred revenue	97,629	144,838
	<u>5,596,894</u>	<u>2,537,419</u>
<b>Capital Transactions</b>		
Proceeds from sale of tangible capital assets	-	71,240
Acquisition of tangible capital assets	(3,023,197)	(1,431,708)
	<u>(3,023,197)</u>	<u>(1,360,468)</u>
<b>Financing Transactions</b>		
Debt proceeds	150,000	402,138
Change in due to Powell River Regional Hospital District	525,954	457,919
Development cost charges	232	242
Repayment of long-term debt, leases and short-term borrowing	(360,904)	(338,346)
	<u>315,282</u>	<u>521,952</u>
<b>Increase in cash and short-term investments during the year</b>	<u>2,888,980</u>	<u>1,698,903</u>
<b>Cash and short-term investments, beginning of year</b>	<u>12,702,007</u>	<u>11,003,104</u>
<b>Cash and short-term investments, end of year (Note 2)</b>	<u>\$ 15,590,987</u>	<u>\$ 12,702,007</u>

**qathet Regional District**  
**Summary of Function Balances and Accumulated Surplus**  
**For the year ended December 31, 2020**

	2020	2019
<b>Function Balances</b>		
Administration and general	322,232	189,888
Planning	70,000	66,129
Waste management	159,175	96,824
Cemetery operations	39,284	31,940
Parks operations	-	46,605
Malaspina fire protection area	80,000	1
Lasqueti fire protection area	12,325	-
Savary fire protection area	-	2,000
Northside fire protection	5,000	1,310
Emergency telephone (911) services	(6,047)	11,444
Texada medical clinic	(534)	(3,308)
Texada recreations commission	28,000	9,894
House numbering	(1,628)	13,766
Recreation program	1,500	-
Rural paratransit	38,747	4,726
Emergency program area C & D	(15)	6
Electoral area feasibility study	31,733	9,761
Library services	(0)	(1,250)
Lasqueti Island library services	(2)	-
Savary Island public marine transportation facilities	204	10,000
Texada Island public marine transportation facilities	14,328	-
Lasqueti Island marine ramp	-	2,847
Northside recreation	-	(6,605)
Emergency preparedness service	-	20,000
Septage sludge disposal	334	199
Economic development	6,565	85
Water fund - Myrtle pond	20,534	20,000
Sewer fund - Lund sewer	20,000	26,000
Regional animal shelter	(1)	-
Development service	4,881	615
Social planning	6,636	14,785
<b>Total function balances</b>	<b>853,253</b>	<b>567,661</b>
<b>Waste management reserve (Note 11)</b>	<b>1,188,659</b>	<b>1,131,207</b>
<b>Reserve for future expenditure (Note 11)</b>	<b>3,715,238</b>	<b>2,558,381</b>
<b>Statutory reserve fund (Note 11)</b>	<b>3,506,951</b>	<b>2,760,544</b>
<b>Equity in tangible capital assets (Note 10)</b>	<b>18,301,661</b>	<b>15,822,082</b>
<b>Accumulated surplus (Note 11)</b>	<b>27,565,760</b>	<b>22,839,875</b>

**qathet Regional District**  
**Summary of Significant Accounting Policies**  
**Year ended December 31, 2020**

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

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

**a) Cash and Cash Equivalents**

Cash and cash equivalents are carried at cost and have a maturity period of less than three months.

**b) Revenue Recognition**

Revenues are recognized in the period in which transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis.

Interest and operating grants are recognized as earned. Grants in lieu of taxes are recorded on an accrual basis when it is possible to reasonably estimate the amounts receivable. User fees, transit fares, airport hangar lease fees, water and sewer user fees, camping, parking and tipping fees are recognized as revenue on an accrual basis according to rates set in various fees and charges bylaws.

Revenue related to fees of services received in advance of the fee being earned or when the service is performed is deferred and recognized when the fee is earned or the service performed.

**Taxation**

Property taxes in the form of local government requisitions are recognized as revenue in the year they are levied.

**Development Cost Charges**

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

**Cemetery Operations**

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

**Government Transfers**

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

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

The most significant government transfers relate to the Community Works Fund. These funds are recognized as revenue in the year the funds are received.

**qathet Regional District**  
**Summary of Significant Accounting Policies**  
**Year ended December 31, 2020**

**c) Accrued Employee Benefits**

Based on obligations as determined by collective agreement and Board policy, employee benefit accruals, which includes allowance for vacation entitlement, banked time and sick day accruals, are recorded in the year in which they are earned.

**d) Tangible Capital Assets**

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

Estimate useful lives of tangible capital assets are as follows:

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

**e) Landfill and Post Closure Liability**

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

**f) Interest on Debt**

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

**g) Financial Instruments**

The Regional District's financial instruments consist of cash and short-term investments, accounts receivable, accounts payable, short-term and long-term debt, capital financing and due to the Powell River Regional Hospital District. Unless otherwise noted, it is management's opinion that the Regional District is not exposed to significant interest rate, currency or credit risks arising from these financial instruments.

**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 operations.

**i) Use of Estimates**

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

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**1. Municipal Finance Authority Reserve Deposits and Demand Notes**

The Regional District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund and totals \$12,848 (\$12,589 - 2019). The Regional District also executes demand notes in connection with each debenture totaling \$19,428 (\$19,428 - 2019) whereby the Regional District may be required to loan certain amounts to the Municipal Finance Authority. Debt reserve funds are also held on behalf of the City of Powell River and total \$594,385 (\$366,944 - 2019). All amounts related to the reserve deposits and demand notes are disclosed here and not recorded elsewhere in these financial statements.

**2. Cash and Short-Term Investments**

	2020	2019
Cash accounts (1.2%)	\$ 2,287,248	\$ 1,724,124
MFA - Bond Fund	3,535,060	3,321,278
MFA - Money Market	4,004,164	
Short-term GICs (1.6% - 2.53%)		5,045,763
Savings Institutions	5,608,819	2,386,802
Other Cash held	155,696	224,041
	15,590,987	12,702,007
Less:		
Portion held for Powell River Regional Hospital District	(5,595,731)	(5,069,778)
Cash and short-term investments	\$ 9,995,256	\$ 7,632,229

**3. Capital Financing and Short Term Debt**

The total equipment financing outstanding with the Municipal Finance Authority of British Columbia as at December 31, 2020 was \$969,905 (\$1,041,965 - 2019).

The qathet Regional District has entered into equipment financing loans for the following:

- 1) A five year equipment loan agreement with the Municipal Finance Authority of British Columbia which commenced October 27, 2016 for the purchase of a Malaspina Volunteer Fire service fire truck. The remaining obligation will be repaid with monthly loan payments in the amount of \$3,794 including interest at a daily varying rate. The balance of the loan at December 31, 2020, which is included in equipment financing, is \$331,380 (\$370,816 - 2019). Loan to expire October 31, 2021.
- 2) A five year equipment loan agreement with the Municipal Finance Authority of British Columbia which commenced December 21, 2018 for the initial payment on the purchase of two apparatus for the Malaspina Volunteer Fire service. The remaining obligation will be repaid with monthly loan payments in the amount of \$1,519 including interest at a daily varying rate. The balance of the loan at December 31, 2020, which is included in equipment financing, is \$255,293 (\$269,011 - 2019). Loan to expire December 31, 2023.
- 3) A five year equipment loan agreement with the Municipal Finance Authority of British Columbia which commenced December 31, 2019 for the balance of the purchase of two fire apparatus for the Malaspina Volunteer Fire service. The remaining obligation will be repaid with monthly loan payments in the amount of \$2,139 including interest at a daily varying rate. The balance of the loan at December 31, 2020, which is included in equipment financing, is 383,232 (\$402,138 - 2019). Loan to expire December 31, 2024.

The daily varying interest rate on the financing at December 31, 2020 was 1.21% (2.54% - 2019).

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**3. Capital Financing and Short Term Debt (continued)**

Future loan payments on Regional District equipment financing, subject to anticipated refinancing at loan maturities, are as follows:

2021	\$	89,417
2022		89,417
2023		89,417
2024		89,417
2025		89,417
	<u>\$</u>	<u>447,085</u>

**Short-Term Debt**

The total short-term financing outstanding with the Municipal Finance Authority of British Columbia as at December 31, 2020 was \$380,025 (\$493,539 - 2019). Interest on the debt is charged at daily varying rates. The full amount borrowed must be repaid within five (5) years.

Future loan payments on short term debt are projected as:

2021	\$	279,550
2022		100,475
	<u>\$</u>	<u>380,025</u>

**4. Long-Term Debt**

Debt of the Regional District	2020	2019
Issued 2004, maturing 2024, 5.5%	\$ 19,918	\$ 24,319
Issued 2010, maturing 2030, 1.28%	43,004	46,448
Issued 2011, maturing 2026, 4.2%	11,787	13,496
Issued 2012, maturing 2042, 2.9%	454,626	467,390
Issued 2012, maturing 2032, 2.9%	6,606	7,029
Issued 2013, maturing 2043, 3.15%	54,008	55,426
Issued 2013, maturing 2033, 3.15%	1,932	2,043
Issued 2014, maturing 2044, 3.30%	37,678	38,605
Issued 2018, maturing 2038, 3.3%	187,581	195,359
	<u>817,139</u>	<u>850,114</u>
Debt of the qathet Regional District	817,139	850,114
Debt of the City of Powell River	19,722,406	9,956,197
	<u>\$ 20,539,544</u>	<u>\$ 10,806,311</u>

Future principal repayments on Regional District Debt:

2021	\$	34,345
2022		35,666
2023		37,040
2024		38,468
2025		34,335
2026 and Beyond		637,285
	<u>\$</u>	<u>817,139</u>

**qathet Regional District**  
**Notes to Financial Statements**  
**Year ended December 31, 2020**

**5. Landfill Closure and Post Closure Liability**

In accordance with PS 3270, liabilities with respect to permanently closing and monitoring a landfill are incurred as landfill capacity is used. The closure costs for the Lasqueti Island Landfill are estimated based on the open area of the remaining unused capacity of the landfill site. At the end of 2020 the Lasqueti Island Landfill is estimated to be 67.88% used. Closure of the landfill started in 2019 and is projected to be completed by the end of 2021. Landfill closure costs are estimated at \$99,930 (2019 - \$184,056).

It is estimated that post-closure monitoring of the Lasqueti Island Landfill will be required from 2021 through 2045. Post closure monitoring costs are estimated at \$18,000 in 2021 and 2022, the reducing to \$8,500 per year from 2022 through 2045. Total post closure monitoring costs at December 31, 2020 are estimated at \$272,907 (2019 - \$275,677).

The total estimated cost for closure and post closure monitoring of the Lasqueti Island Landfill at December 31, 2020 is estimated at \$372,837. The total landfill liability presented is based on the present value of the closure and post closure monitoring costs using a discount rate of 1.54%. The discount rate is based on the average change in the Consumer Price Index from 2015 through 2020. As at December 31, 2020 the present value of the closure costs and post closure monitoring is estimated at \$202,889 (2019 - \$242,332) and this amount has been set aside in reserves for that purpose.

**6. The North Island 9-1-1 Corporation**

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

Alberni Clayoquot	3 shares
Comox Valley	6 shares
Mount Waddington	1 share
Nanaimo	5 shares
qathet	2 shares
Strathcona	4 shares

**7. Septage Sludge Disposal**

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



**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**8. Pension Plan**

The employer and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The Board of Trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2019, the plan has about 213,000 active members and approximately 106,000 retired members. Active members include approximately 41,000 contributors from local governments.

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

The most recent valuation for the Municipal Pension Plan as of December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2021, with results available in 2022.

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

The Regional District paid \$179,533 (2019 - \$169,767) for employer contributions while employees contributed \$159,977 (2019 - \$150,373) to the plan in fiscal 2020.

**9. Commitments**

The Regional District has the following commitments:

A waste handling service at an estimated cost of \$252,000/year until June 30, 2021.

A waste transport service at an estimated cost of \$527,000/year until June 30, 2021.

A waste transport and disposal service at an estimated cost of \$665,000/year until December 31, 2023 with automatic renewal for successive three year periods until cancelled with notice.

A recycling depot operating contract at an estimated cost of \$306,000/year until October 31, 2023.

An organics diversion contract at an estimated cost of \$150,000/year until December 31, 2021.

A septage sludge disposal service with payments of \$12,000/year until 2025 with annual cost of living indexing until cancelled with notice.

A contribution to the SPCA of \$86,000/year with annual cost of living indexing until cancelled with notice.

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**9. Commitments (continued)**

An agreement with an estimated cost of \$77,000 for the maintenance and operation of Shelter Point Regional Park until December 31, 2021.

An agreement with an estimated cost of \$206,000 toward operation of the Heritage Conservation service with no stated termination date.

An agreement for a funding contribution of approximately \$177,000 toward operation of the Powell River Recreation Complex with no stated termination date.

An agreement with an estimated cost of \$1.2 million for the landfill closure and related Works at the historical incineration site on Marine Avenue in Powell River, BC.

An agreement with an estimated cost of \$67,000 for the replacement of the deck, ramp and stairs at the Savary Island Fire Hall with a contract substantial completion date of March 31, 2021.

An agreement with an estimated cost of \$706,000 for the construction of a new fire hall at 9574 Roots Way in Lund, BC. With a substantial completion date within twelve months of the receipt of Notice to Proceed.

An agreement with an estimated cost of \$75,000/year for the collection and transportation of Lasqueti Island's residual waste with an expiry date of January 4, 2022.

**10. Equity in Tangible Capital Assets**

	2020	2019
Equity in tangible capital assets, beginning of year	\$ 15,822,082	\$ 15,346,647
Tangible capital assets additions	3,231,437	1,431,708
Amortization of tangible capital assets	(759,857)	(686,097)
Additions funded by debt and equipment financing	(150,000)	-
Equipment financing debt proceeds	-	(402,138)
Long-term debt payments	32,975	31,740
Short-term debt payments	335,575	313,018
Capital assets disposal	(210,552)	(34,646)
Write down of investment in Septage Sludge Disposal	-	(178,150)
Equity in tangible capital assets, end of year	<u>\$ 18,301,661</u>	<u>\$ 15,822,082</u>

**11. Accumulated Surplus**

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

	2020	2019
Function balances	\$ 853,253	\$ 567,661
Waste Management Reserve	1,188,659	1,131,207
Reserve for future expenditures	3,715,238	2,558,381
Statutory Reserve fund	3,506,951	2,760,544
Equity in Tangible Capital Assets (Note 10)	18,301,661	15,822,082
	<u>\$ 27,565,760</u>	<u>\$ 22,839,875</u>

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**11. Accumulated Surplus (continued)**

The equity in tangible capital assets represents amounts already spent and invested in infrastructure and other tangible capital assets.

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

Represented by:	2020	2019
Cemetery Care fund	\$ 345,790	\$ 329,827
Texada Medical Clinic capital reserve	46,853	29,934
Malaspina Volunteer Fire capital reserve	269,493	255,850
Malaspina Volunteer Fire capital reserve #2	111,493	
Lasqueti Island Volunteer Fire capital reserve	220,374	177,212
Northside Volunteer Fire capital reserve	151,936	77,712
Savary Island Volunteer Fire capital reserve	234,334	163,295
Lund Sewer capital reserve	67,149	53,347
Texada Recreation Commission capital reserve	186,102	163,708
Community Works Fund reserve (Note 12)	1,076,125	946,387
Feasibility Studies reserve	32,575	26,847
Community Parks Acquisition reserve	404,289	394,370
Myrtle Pond Water System reserve	175,393	141,924
General Administration reserve	135	131
Regional Parks Acquisition reserve	184,910	
	\$ 3,506,951	\$ 2,760,544

**12. Community Works Fund**

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

	2020	2019
Community Works Fund Reserve, opening balance	\$ 946,387	\$ 433,348
Amount received during the year	345,230	697,240
Interest earned	26,898	12,783
	1,318,515	1,143,371
Less: Amount spent	(242,390)	(196,984)
Community Works Fund Reserve, closing balance	\$ 1,076,125	\$ 946,387

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**13. COVID-19 Safe Restart Grant**

In 2020 the Regional District received a \$424,000 grant under the COVID-19 Safe Restart Grant for Local Governments. Unspent funds have been transferred to a reserve for future expenditure. The continuity of the funding is presented in the table below:

	<u>2020</u>
Amount received during the year	424,000
Interest earned	442
	<u>424,442</u>
Eligible costs incurred:	
Emergency Planning and Response	(84,563)
Facility Reopening and Operating Costs	(82,251)
Revenue Shortfalls	(19,751)
Services for Vulnerable Persons	(6,636)
Technology Upgrades	(21,142)
Total eligible costs incurred	<u>(214,343)</u>
COVID-19 Safe Restart Grant, closing balance	<u>\$ 210,099</u>

**14. Budget Figures**

Budget Figures represent the Financial Plan Bylaw No. 559 adopted by the Board on March 30, 2020.

The financial plan bylaw was prepared on a modified accrual basis while Canadian public sector accounting standards require financial statements to be prepared on a full accrual basis. The financial plan anticipated use of surpluses accumulated in prior years to reduce current year expenditures in excess of current year revenues. In addition, capital acquisitions were recognized as expenditures in the financial plan rather than including amortization expense.

The summary below reconciles the 2020 adopted financial plan to the financial statement budget figures:

	<u>2020</u>
Financial plan bylaw, surplus for the year	\$ -
Less:	
Prior Year Surplus	(574,598)
Proceeds from new debt	(853,153)
Transfers to / from own funds	(44,754)
Add:	
Capital expenditures per budget	6,132,585
Repayment of debt	449,419
Adjusted Annual Surplus	<u>\$ 5,109,499</u>

**15. Significant Event**

In March 2020, the COVID-19 outbreak caused governments worldwide to enact emergency measures to combat the spread of the virus. These measures, which included the implementation of facility closures, travel restrictions, self-isolation periods, and social and physical distancing, continue to have a significant impact on the local and global economy. At this time it is not possible to reliably estimate the impact on the Regional District's financial results for 2021.

**qathet Regional District  
Notes to Financial Statements  
Year ended December 31, 2020**

**16. Employee Benefit Obligations**

qRD employees are allowed up to nine (9) sick days per year. In 2019 the union contract was amended to allow employees to carry over and to bank up to thirty (30) days. The sick days may be used to bridge to weekly indemnity or to top up weekly indemnity to one hundred (100) percent. Sick day accruals will not be paid out at retirement or termination of employment. The amount recorded for this benefit is based on cost at the time the benefit was accrued.

During 2020 the qathet Regional District recorded a liability of \$50,503 (2019 - \$25,786) for employee sick leave. This liability is included in accounts payable on the Statement of Financial Position.

**17. Powell River Regional Hospital District**

The board members of the qathet Regional District sit on the board of the Powell River Regional Hospital District. The regional district and the regional hospital district are separate legal entities as defined by separate letters patent and authorized by separate legislation.

During 2020, administrative support services supplied to the regional hospital district by the qathet Regional District totalled \$100,000 (2019 - \$65,000).

**18. Segmented Information**

The qathet Regional District is a diversified local government providing a wide range of services to approximately 20,000 residents, including parks, community halls, fire protection, waste management and water and wastewater services. As a requirement of the *Local Government Act*, separate financial records must be maintained for each service providing detailed allocations of assets and liabilities, revenues and expenses, information concerning reserve funds and other pertinent financial details. For each reported segment, revenues and expenses represent amounts that are directly attributable to the segment and also amounts that are allocated on a reasonable basis.

Segmentation has been determined on a functional basis with consideration to service delivery and departmental accountabilities. The following is a description of the types of services included in each of the main service segments of the regional district's financial statements. A detailed summary of the 2020 revenues and expenses can be found in Schedule II of the accompanying financial statements. Schedule III contains comparative figures for the year ended December 31, 2019. Prior year figures may have been reclassified to conform to current presentation. Certain comparative figures have been restated to conform with the current year's presentation.

General Government

General government is comprised of the member municipality and electoral area governance, general administration which includes legislative services, finance, human resources and information systems, electoral area administration, grants in aid and house numbering services.

Development Services

Provides land use planning services to electoral area A, B, C and D. Processes provincial land use and development referrals to determine whether proposed applications comply with the qathet Regional District bylaws and policies. Provides support for initiatives that enhance economic development and social planning within the region.

**qathet Regional District**  
**Notes to Financial Statements**  
**Year ended December 31, 2020**

**18. Segmented Information (continued)**

Solid Waste Management and Recycling

Solid waste management and recycling is responsible for long term planning and management of solid waste throughout the region. The service provides for waste reduction and education programs and operation of the regional district's transfer stations and recycling centres.

Other Services

Other services provides for feasibility studies, operation and maintenance of two cemeteries (Powell River and Woodland), the Texada Island Airport, Savary Island Marine facilities, the Van Anda dock and Lasqueti Island ramp. The services also provide for contributions toward the animal shelter and the operation and maintenance of a septage disposal facility,

Parks and Recreation

Parks and recreation services provide for the acquisition, development, operation and maintenance of land, buildings, facilities and outdoor spaces to foster recreational activities throughout the region.

Protective services

Protective services provides for the coordination of emergency planning, preparedness, training, response, and recovery for all areas within the region. Services include the operation and maintenance of four volunteer fire departments, provides for road rescue grants, and the 9-1-1 emergency answering service.

Public Health and Welfare

Supports the function of acquiring, operating and maintaining a medical clinic on Texada Island and provides for a contribution toward operation of a health centre on Lasqueti Island.

Transportation Services

Transportation services include the Rural Paratransit service - an agreement between the regional district and BC Transit Authority.

Water Service

Supports the operation and maintenance of the Myrtle Pond Water system within a subset of Electoral Area B.

Sewer Service

Supports the operation and maintenance of the Lund Sewer system within a subset of Electoral Area A.

SCHEDULE I

qathet Regional District  
Tangible Capital Asset Continuity Schedule  
Year Ended December 31, 2020

2019	Land	Land Improvements	Parks Infrastructure	Buildings	Construction in Progress	Machinery & Equipment	Vehicles	Water Systems	Sewer	Structures (Docks and Sheds)	Totals
Cost, start of year	\$ 1,983,605	\$ 2,849,788	\$ 93,638	\$ 5,908,453	\$ 1,324,962	\$ 1,946,459	\$ 3,039,453	\$ 1,834,656	\$ 2,013,054	\$ 3,877,830	\$ 24,871,897
Additions	-	209,147	36,814	64,253	234,253	216,253	587,654	-	30,834	52,500	1,431,708
Transfers	-	11,051	-	116,376	(1,160,920)	-	280,361	-	753,132	-	-
Disposals	-	-	-	(3,146)	-	(218,528)	(415,354)	-	-	-	(637,028)
Cost, end of year	1,983,605	3,069,986	130,452	6,085,934	398,295	1,944,184	3,492,115	1,834,656	2,797,020	3,930,330	25,666,576
Accumulated amortization, start of year	-	549,648	36,982	1,558,922	-	1,204,542	1,673,544	388,969	786,206	1,176,347	7,375,160
Amortization	-	79,673	3,279	146,868	-	105,428	135,419	45,204	54,869	115,357	686,097
Transfers	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	(944)	-	(192,213)	(409,225)	-	-	-	(602,382)
Accumulated amortization, end of year	-	629,321	40,261	1,704,845	-	1,117,758	1,399,737	434,173	841,075	1,291,705	7,458,875
<b>Net carrying amount, end of year</b>	<b>1,983,605</b>	<b>2,440,665</b>	<b>90,191</b>	<b>4,381,089</b>	<b>398,295</b>	<b>826,426</b>	<b>2,092,378</b>	<b>1,400,483</b>	<b>1,955,945</b>	<b>2,638,625</b>	<b>18,207,701</b>

2020	Land	Land Improvements	Parks Infrastructure	Buildings	Construction in Progress	Machinery & Equipment	Vehicles	Water Systems	Sewer	Structures (Docks and Sheds)	Totals
Cost, start of year	1,983,605	3,069,985	130,452	6,085,934	398,295	1,944,184	3,492,115	1,834,656	2,797,020	3,930,330	25,666,576
Additions	-	96,242	-	9,403	2,809,803	275,863	32,444	-	7,681	-	3,231,437
Disposals	-	-	-	(3,226)	(208,240)	-	-	-	-	-	(211,466)
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Cost, end of year	1,983,605	3,166,227	130,452	6,092,112	2,999,857	2,220,047	3,524,559	1,834,656	2,804,701	3,930,330	28,686,546
Accumulated amortization, start of year	-	629,321	40,261	1,704,845	-	1,117,758	1,399,737	434,173	841,075	1,291,705	7,458,875
Amortization	-	82,852	3,977	148,162	-	146,909	132,786	45,204	83,838	116,129	759,857
Correction	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	(914)	-	-	-	-	-	-	(914)
Accumulated amortization, end of year	-	712,173	44,238	1,852,093	-	1,264,668	1,532,523	479,377	924,912	1,407,834	8,217,818
<b>Net carrying amount, end of year</b>	<b>1,983,605</b>	<b>2,454,055</b>	<b>86,214</b>	<b>4,240,019</b>	<b>2,999,857</b>	<b>955,380</b>	<b>1,992,036</b>	<b>1,355,279</b>	<b>1,879,789</b>	<b>2,522,496</b>	<b>20,468,729</b>

SCHEDULE II

qathet Regional District  
 Schedule of Segment Disclosure by Service  
 Year ended December 31, 2020

	General Fund								Water Fund	Sewer Fund	2020 Actual	2020 Budget
	General Government Services	Development Services	Solid Waste Management & Recycling	Other Services	Parks and Recreation Services	Protective Services	Public Health & Welfare	Transportation Services	Water Services	Sewer Services		
<b>Revenue</b>												
Taxation levies	\$ 1,724,304	\$ 579,636	\$ 943,380	\$ 486,502	\$ 1,909,272	\$ 2,101,111	\$ 132,548	\$ 131,642	\$ -	\$ -	\$ 8,008,395	\$ 8,012,639
Parcel tax	-	-	-	190,000	-	-	-	-	46,405	52,500	288,905	288,905
Grants	992,478	-	2,231,480	13,146	3,250	266,585	-	8,245	-	-	3,515,185	5,358,162
Waste Management Tipping fees	-	-	1,409,995	-	-	-	-	-	-	-	1,409,995	1,370,640
Sales of Services - Cemetery	-	-	-	98,890	-	-	-	-	-	-	98,890	96,534
Park Fees	-	-	-	-	181,703	-	-	-	-	-	181,703	176,243
Water and Sewer User Fees	-	-	-	-	-	-	-	-	76,351	75,593	151,945	142,650
Interest and Other Revenue	77,092	15,427	151,666	56,159	54,717	253,761	1,053	18,395	4,884	1,661	634,816	444,835
Gain (loss) on disposal of tangible capital assets	-	-	-	-	(2,312)	-	-	-	-	-	(2,312)	-
Gain from Actuarial Adjustment on Debenture Debt	-	-	-	-	2,284	3,527	227	-	1,149	460	7,647	-
Contributed Capital	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>2,793,875</b>	<b>595,063</b>	<b>4,736,521</b>	<b>844,697</b>	<b>2,148,914</b>	<b>2,624,984</b>	<b>133,828</b>	<b>158,282</b>	<b>128,789</b>	<b>130,215</b>	<b>14,295,167</b>	<b>15,890,608</b>
<b>Expenses</b>												
Personnel costs	932,069	225,900	104,177	203,685	417,517	520,025	5,057	7,418	7,412	4,421	2,427,681	2,922,805
Grants	60,064	187,824	-	84,985	866,219	208,026	42,500	90,204	-	-	1,539,822	1,599,927
General goods and services	498,743	118,176	2,167,878	227,298	390,830	1,018,081	46,145	26,777	76,467	97,207	4,667,601	6,008,377
Debt charges	4,468	-	-	1,354	3,850	36,996	6,493	-	1,909	1,540	56,609	-
Transfers to other local government	-	-	-	-	-	-	-	-	-	-	-	-
Amortization of tangible capital assets	69,980	14,428	21,473	149,417	117,888	235,762	20,810	992	45,204	83,902	759,857	-
Landfill closure/post closure allowances	-	-	117,713	-	-	-	-	-	-	-	117,713	250,000
<b>Total Expenses</b>	<b>1,565,324</b>	<b>546,328</b>	<b>2,411,242</b>	<b>666,739</b>	<b>1,796,304</b>	<b>2,018,890</b>	<b>121,005</b>	<b>125,390</b>	<b>130,992</b>	<b>187,070</b>	<b>9,569,283</b>	<b>10,781,109</b>
<b>Annual Surplus (Deficit)</b>	<b>\$ 1,228,551</b>	<b>\$ 48,734</b>	<b>\$ 2,325,279</b>	<b>\$ 177,958</b>	<b>\$ 352,610</b>	<b>\$ 606,095</b>	<b>\$ 12,823</b>	<b>\$ 32,892</b>	<b>\$ (2,203)</b>	<b>\$ (56,855)</b>	<b>\$ 4,725,885</b>	<b>\$ 5,109,499</b>



SCHEDULE III

qathet Regional District  
 Schedule of Segment Disclosure by Service  
 Year ended December 31, 2019

	General Fund										2019 Actual	2019 Budget	
	General Government Services	Development Services	Solid Waste Management & Recycling	Other Services	Parks and Recreation Services	Protective Services	Public Health & Welfare	Transportation Services	Water Fund Water Services	Sewer Fund Sewer Services			
<b>Revenue</b>													
Taxation levies	\$ 1,645,210	\$ 567,013	\$ 716,034	\$ 477,362	\$ 1,632,403	\$ 1,895,000	124,975	\$ 129,234	\$ -	\$ -	\$ 7,187,231	\$ 7,187,233	
Parcel tax	-	-	-	190,000	-	30,000	-	-	46,405	52,500	318,905	\$ 318,905	
Grants	921,300	-	97,870	15,990	13,782	575,996	-	-	-	9,106	1,634,044	7,063,712	
Waste Management Tipping fees	-	-	1,296,331	-	-	-	-	-	-	-	1,296,331	1,284,500	
Sales of Services - Cemetery	-	-	-	137,973	-	-	-	-	-	-	137,973	87,529	
Park Fees	-	-	-	-	185,878	-	-	-	-	-	185,878	136,313	
Water and Sewer User Fees	-	-	-	-	-	-	-	72,479	71,855	-	144,334	131,374	
Interest and Other Revenue	42,312	3,421	124,737	50,572	68,123	184,984	1,211	35,578	4,047	1,518	516,503	500,427	
Gain (loss) on disposal of tangible capital assets	(1,506)	-	(2,202)	-	-	40,302	-	-	-	-	36,594	-	
Gain from Actuarial Adjustment on Debenture Debt	-	-	-	-	2,075	2,946	-	-	996	394	6,411	-	
Contributed Capital	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Revenue</b>	<b>2,607,316</b>	<b>570,434</b>	<b>2,232,770</b>	<b>871,897</b>	<b>1,902,260</b>	<b>2,729,227</b>	<b>126,186</b>	<b>164,812</b>	<b>123,928</b>	<b>135,374</b>	<b>11,464,204</b>	<b>16,709,993</b>	
<b>Expenses</b>													
Personnel costs	1,099,506	227,138	65,312	245,173	375,518	559,347	5,823	6,495	5,939	6,774	2,597,025	2,871,965	
Grants	55,633	158,570	-	82,735	765,759	13,467	-	-	-	-	1,076,164	1,169,605	
General goods and services	474,259	125,297	2,155,101	434,244	493,624	1,498,378	90,264	148,694	58,933	78,940	5,557,734	7,811,462	
Debt charges	10,378	-	-	3,885	3,850	37,255	6,478	-	3,603	2,057	67,507	-	
Transfers to other local government	-	-	-	-	-	-	-	-	-	-	-	-	
Amortization of tangible capital assets	46,824	13,625	19,696	147,701	114,026	223,030	20,810	248	45,204	54,933	686,097	-	
Landfill closure/post closure allowances	-	-	69,558	-	-	-	-	-	-	-	69,558	-	
<b>Total Expenses</b>	<b>1,686,600</b>	<b>524,631</b>	<b>2,309,666</b>	<b>913,738</b>	<b>1,752,776</b>	<b>2,331,477</b>	<b>123,376</b>	<b>155,437</b>	<b>113,679</b>	<b>142,704</b>	<b>10,054,084</b>	<b>11,853,032</b>	
<b>Annual Surplus (Deficit)</b>	<b>\$ 920,715</b>	<b>\$ 45,804</b>	<b>\$ (76,896)</b>	<b>\$ (41,841)</b>	<b>\$ 149,484</b>	<b>\$ 397,751</b>	<b>\$ 2,810</b>	<b>\$ 9,375</b>	<b>\$ 10,249</b>	<b>\$ (7,331)</b>	<b>\$ 1,410,120</b>	<b>\$ 4,856,961</b>	