



## DISTRICT OF 100 MILE HOUSE



Mainstreet: Courtesy April Roberts

Annual Report for the Period January 1, 2014 to December 31, 2014

*Handcrafted Log Home Capital of North America*

## *Table of Contents*

History of 100 Mile House .....	3
Message from the Mayor .....	4
2014 Municipal Council .....	5
Organizational Structure .....	10
Municipal Services & Operations .....	11

### **Statistical Information**

Schedule "A" - Tax Collection .....	25
Revenue Source .....	26
Expenditure Distribution .....	27
Salaries/Wages Costs .....	28
Schedule "B" - Permissive Tax Exemptions .....	29
Schedule "C" - Development Cost Charges .....	30
Schedule "D" - Consolidated Financial Statements .....	31

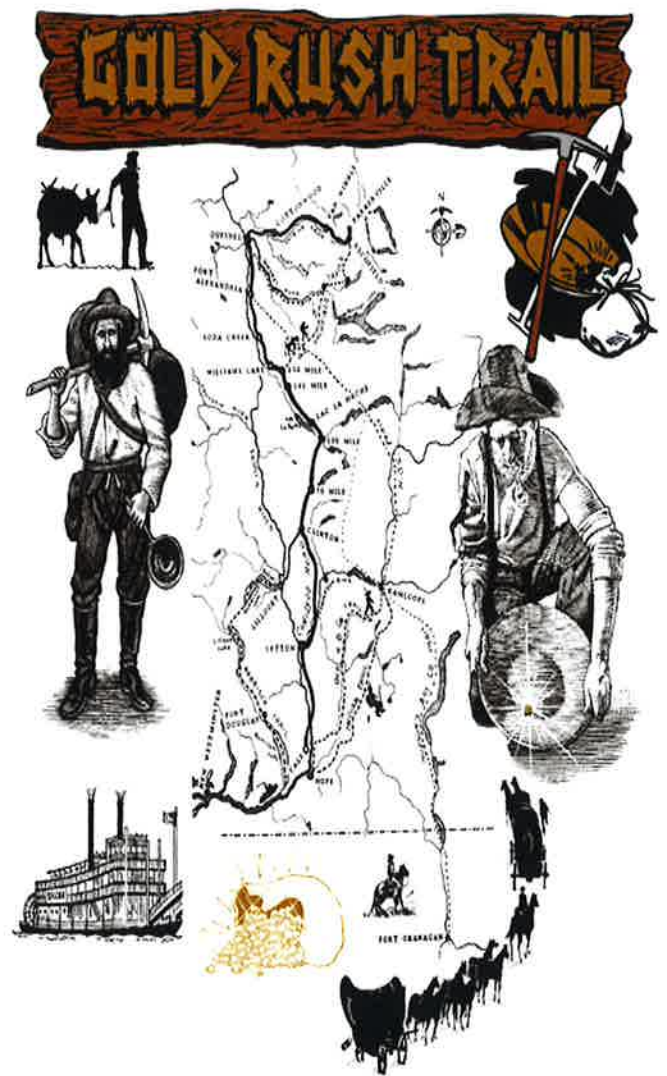
## *The History of 100 Mile House*

The South Cariboo historic roots go to the fur trading days before the gold strike. By 1860, thousands of gold seekers thronged to the Cariboo to seek the precious metal. Between 1862 and 1870, over 100,000 people travelled to Cariboo Wagon Road from Lillooet, aiming their way north into Cariboo country.

Throughout this gold fever, certain roadhouses, because of their favourable locations along the Cariboo Wagon Road from Lillooet to Soda Creek, grew to be supply points for the gold seekers and the surrounding district, 100 Mile House, South Cariboo's dominant community, was originally one of these stopping points along the gold rush trail. 100 Mile House was so named because it was located 100 Miles from Lillooet (Mile 0) of the Cariboo Wagon Road. As the gold rush subsided, ranchers began to settle the surrounding area.

The District of 100 Mile House is worldly recognized as the *"Handcrafted Log Home Capital of North America"* and has a population of approximately 1900. 100 Mile House is the commercial hub of the South Cariboo and the main service centre for many outlying communities. The service area has a population roughly ten times the size of the District. It includes the communities of Lac La Hache, Forest Grove, Lone Butte, Horse Lake, Bridge Lake, 70 Mile House, Canim Lake and 108 Mile Ranch, and is the largest residential centre between Kamloops and Williams Lake.

100 Mile House is a thriving community with an economy based in forestry, ranching, log home building and tourism. Tourism experiences significant growth each year as travelers from around the world come to 100 Mile House as it is well known for its outdoor recreational activities and friendly atmosphere.



## *A Message from the Mayor*



### *An Open Letter to the Citizens of the District of 100 Mile House from Mayor Mitch Campsall*

On behalf of Council, I am pleased to present the 2014 report of the District of 100 Mile House.

#### Highlights from 2014

- Completed Long Term Water Security Review (\$265,000)
- Continued Downtown Revitalization Project (\$450,000+/-)
- Completed Fleet/Equipment Upgrades (\$300,000+/-)
- Contributed almost \$1M to Capital Reserves in 2014
- Completed Fire Services Review
- Implemented full cost sharing agreements with CRD for municipal recreation/cultural facilities
  
- **Recognized by Canadian Federation of Independent Business as one of the most improved BC municipalities for its financial stewardship (reduced per capita spending)**

November 2014 Council completed its three year term of office. The good people of 100 Mile House demonstrated their confidence and support of the direction we're going by re-electing all of the Council to a new four year term. This Council continues to address priorities established early in its last term of office. Those long term goals include infrastructure replacement/upgrades; building wealth through strong financial management practices and oversight; fleet and equipment upgrades in the Community and Emergency Service sectors and continue to build capacity in our work force through training, professional development and transition planning.

Council has managed to reduce staffing levels and maintain a high level of quality municipal services to its residents. As evidenced, by third party (CFIB) recognition of Council's commitment and direction; these measures have, and will continue, to have a positive impact for our tax payers, minimizing the burden of cost and maintaining an excellent quality of life. Council works hard to maintain an environment where business and industry can remain strong partners in the future of 100 Mile House.



## 2014 *Municipal Council*

Council is a legislative body that represents the citizens of 100 Mile House, elected to provide leadership and establish policies and priorities for the District of 100 Mile House municipal government. Council reviews and establishes budget levels for civic operations and capital expenditures.

It is the Mayor's duty to chair meetings of Council, hold ex-officio membership in all Council Committees and all bodies to which Council has the right to appoint members. Council meets the first and third Tuesday of each month.

Council and Committee meetings are open to the public. Agendas are available at the Municipal Hall or on the District's website [www.100milehouse.com](http://www.100milehouse.com). In-Camera meetings are held as per section 90 of the *Community Charter* where necessary.



Left to right: Councilor Dave Mingo, Councilor Ralph Fossum, Mayor Mitch Campsall, Councilor Spence Henderson, Councilor Bill Hadden.

## 2014 *Municipal Council*



### *Mayor Mitch Campsall*

Mayor Campsall was re-elected in November 2014 for his third term of office. Prior to serving as Mayor, Mitch served as a Councilor for 11 years. He also served as a Director on NDI for 6 years and has served as the District director on the Cariboo Beetle Action Committee.

Mitch has been a resident and business owner in 100 Mile House for 30 years and spends as much time as possible with his family, wife Heather, 3 daughters and 3 grandchildren. He is also involved and supports many aspects of our community. He spent many years on the Board of the 100 Mile House Lions Club and has participated and supported many other charities and organizations in our community.

Mitch is a past member of the 100 Mile House Fire Department and past President of the South Cariboo Fire Fighters Association. When on Council, Mitch held the position of Chair of the Public Works Committee (now known as Community Services) for 10 years, was a member of the South Cariboo Recreation Commission for 6 years and Chair for Community Schools for 5 years.

Mitch believes in putting the interests of the citizens of 100 Mile House first and he will continue to work hard on economic stability and development. Mitch's door is always open to the public and community and looks forward to hearing all ideas and exploring community ideas.

### *Committees*

- ❖ Cariboo Regional District (Director)
- ❖ Northern Development Initiative Trust (NDI) (Director)
- ❖ Administration Committee
- ❖ Cariboo-Chilcotin Beetle Action Coalition
- ❖ Economic Development Committee
- ❖ Emergency Executive Committee
- ❖ Forest Advisory Committee
- ❖ Industrial Hemp Committee
- ❖ And other community boards as invited.

## 2014 Municipal Council

### *Councilor Dave Mingo*

Councilor Mingo was also re-elected in November 2014 and is passionate about our community and feels this is a wonderful place to call home.

Born and raised in Mission BC, Dave arrived in the 100 Mile House area in 1994 with wife Kerri. An avid outdoorsman, Dave enjoys fishing, hunting and motorcycling. He is currently President of the 100 Mile Fly Fishers and an active member of the Lone Butte Fish and Wildlife Association. Dave is a Regional Manager for Total Pet and Manager of the 100 Mile House location.

### Committees

- ❖ A/Mayor January/May/September
- ❖ Budget Committee
- ❖ Administration/Operations Liaison
- ❖ Cariboo Regional District Board
- ❖ Treaty Advisory Committee
- ❖ Community Forest Management Committee
- ❖ 100 Mile & District Safety Committee
- ❖ 50<sup>th</sup> Anniversary Co-Chair

### *Councilor Ralph Fossum*

Ralph Fossum has lived in the 100 Mile House area for over 35 years. Ralph was previously on 100 Mile council for three terms in the 1990's. Ralph is an active member of the Rotary Club, a Director of the South Cariboo Health Foundation, and part of the South Cariboo Community Concerts. Since retiring from his career as a notary public and property manager, Ralph has been active with tutoring and community events. Ralph loves duplicate bridge and the great outdoors!

## *2014 Municipal Council*

### *Committees*

- ❖ A/Mayor March/July/November
- ❖ Budget Committee
- ❖ Age Friendly Initiative
- ❖ Chamber of Commerce Representative
- ❖ Collective Bargaining
- ❖ South Cariboo Community Planning Council

### *Councilor Spence Henderson*

Spence has lived in the 100 Mile area since 1977 and served 2 previous terms on District Council. He worked for Cariboo Radio (CKBX) for almost 24 years. Spence went back to school to become a Counselor and he plans to open his own practice in the South Cariboo.

Spence is the club captain of the 108 golf club , a referee for minor and old timer's hockey and goes to the Cariboo Christian Life Fellowship Church.

Spence has loved the area for a long time and plans on spending most of his time here with his new wife, Deb.

### *Committees*

- ❖ A/Mayor April/August/December
- ❖ Budget Committee
- ❖ Chamber of Commerce Representative
- ❖ Community Forest Management Committee
- ❖ Education Committee
- ❖ 100 Mile & District Safety Committee
- ❖ Woodlot



## *2014 Municipal Council*

### *Councilor Bill Hadden*

Councilor Hadden was re-elected in November 2011 for a second term and looks forward to continuing to serve the residents of 100 Mile House.

Bill and his wife of 28 years, Maureen, live in the 100 Mile House area and have 3 grown daughters and two beautiful grandchildren. The Hadden family live on a farm and Bill is also employed in the forest industry.

### *Committees*

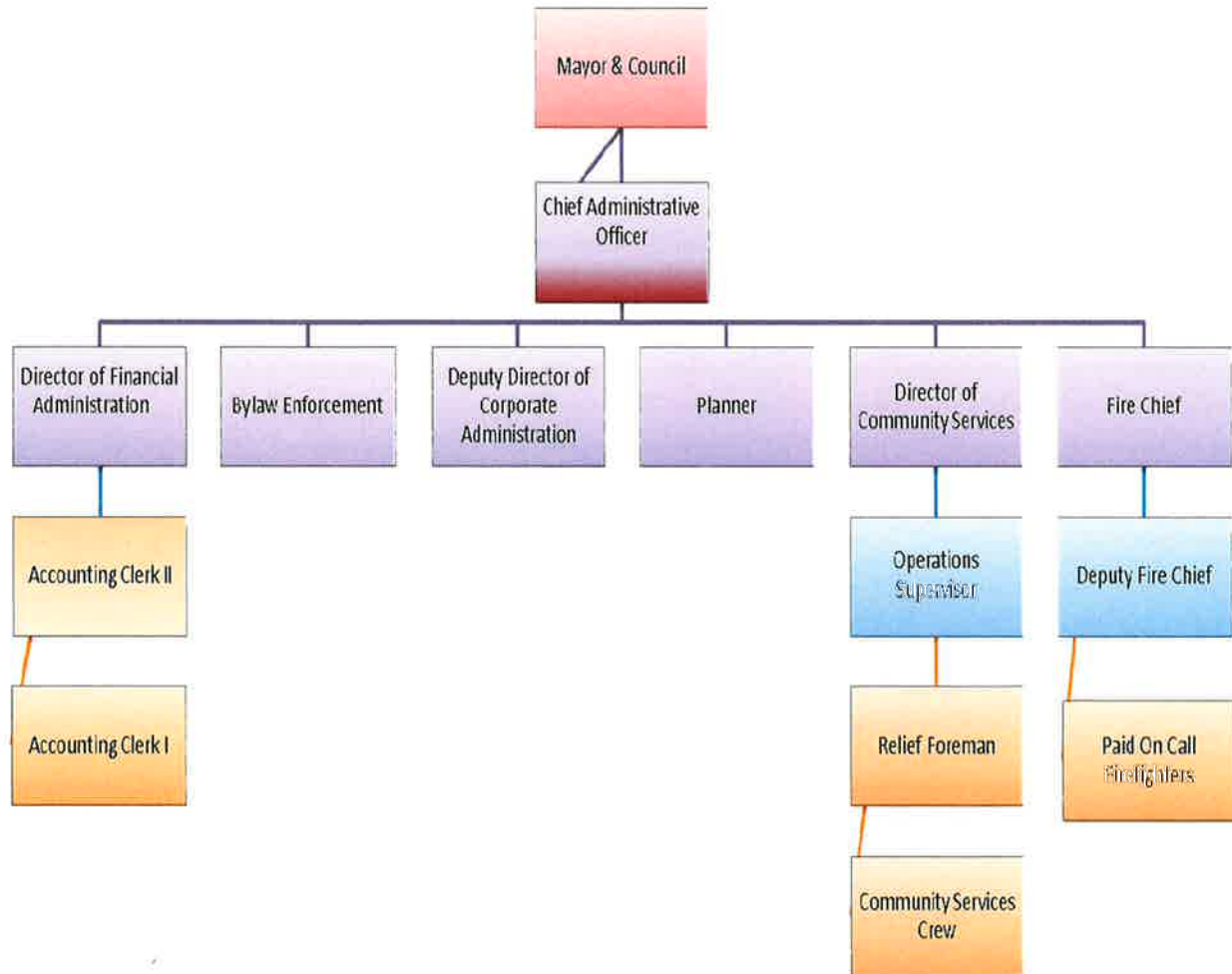
- ❖ A/Mayor February/June/October
- ❖ Budget Committee
- ❖ Community Forest Management Committee
- ❖ Woodlot
- ❖ Northern Development Initiative Trust (alternate)
- ❖ 50<sup>th</sup> Anniversary Co-Chair



### *Statement of Council Disqualification For Period Ending December 31, 2014*

There were no Councilors disqualified in 2014.

## Organizational Structure



**CAO/Dir Corporate Services** - Roy Scott

**Director of Financial Administration** - Flori Vincenzi

**Director of Engineering and Community Services** - Philip Strain

**Fire Chief** - Darrell Blades

**Director Planning/Economic Development** - Joanne Doddridge

**Bylaw Enforcement** - BC Commissionaires

## *Municipal Services & Operations*



In accordance with Section 98 of the *Community Charter*, an Annual Municipal Report must be prepared and made available to the public before June 30<sup>th</sup> each year. The report provides information on the District's financial position and results of operations.

### *Administration/Corporate Services*

The Administration Department provides administrative support to Council, with the Chief Administrative Officer acting as liaison between the Mayor, members of Council, District staff and the community.

The *Chief Administrative Office (CAO)* is appointed by and reports directly to Council. As the leader of the senior management team, the CAO sets the overall strategic direction for short and long term administrative goals. Duties include the overall management of the operations of the municipality; ensuring that the policies, programs and other directions of Council are implemented; and advising and informing Council on the operation and affairs of the municipality.

*Financial Administration* performs statutory functions in accordance with the *Local Government Act* and the *Community Charter*. Other responsibilities involve financial planning and budget development; financial management, reporting and accounting services; payroll; purchasing; coordination of day to day contract administration for unionized workforce; information services including both hardware and software; insurance and risk management services.

*Corporate Administration* is responsible for providing effective administrative support services to the Mayor and Council to ensure that the statutory requirements of the *Community Charter* and *Local Government Act* are met, and other relevant statutes, for the administration of Council policy, bylaws and procedures.

## *Municipal Services & Operations*

### 2014 Administration/Corporate Services Objectives and Progress Measures

Objective	Strategies	Measures
Budget for future equipment replacement and capital projects	Build fiscal capacity for future equipment and capital projects to limit incurred debt and negative impact to rate payers as these projects come on line	Ongoing priority; contributions to reserves & equipment upgrades made in 2014
Build more capacity within Administrative staff.	Encourage & support staff training by development of individual professional development plans.	Continued professional development for staff through both in-house and external opportunities.
To be debt free by within five years.	Commit a portion of annual operating surpluses (when available) to debt retirement.	Policy adopted; annual contributions from surplus building to debt retirement in 2018/19.
Update Personnel Policies and Procedures	Review existing Personnel policies and procedures for both Management and Union employees.	All applicable policies reviewed and updated in 2014.



## *Municipal Services & Operations*

### 2015 Administration/Corporate Services Objectives and Progress Measures

Objective	Strategies	Measures
Budget for future equipment replacement and capital projects	Build fiscal capacity for future equipment and capital projects to limit incurred debt and negative impact to rate payers as these projects come on line	Ongoing priority; contributions to reserves & equipment upgrades made in 2015
Build more capacity within Administrative staff.	Encourage & support staff training by development of individual professional development plans.	Continued professional development for staff through both in-house and external opportunities.
To be debt free by within five years.	Commit a portion of annual operating surpluses (when available) to debt retirement.	Ongoing priority - continue annual contribution.
Transition Plan for Senior Management	Review retirement plans of senior management staff and identify transition options for Council.	Council review and approval of long term staffing strategy.





## *Municipal Services & Operations*



### *Planning & Development*

Planning & Development Services key function areas are:

*Long range planning and sustainability* – Coordination of updates and amendments to the Official Community Plan. Development and implementation of strategies and policies related to climate change adaptation and mitigation, recreation, transportation and trail network planning.

*Land use planning and development applications* – Review of development proposals and processing of applications for development permit, development variance permit, sign permit applications and amendments to the Zoning Bylaws.

*Subdivision applications* – As Approving Officer, management of subdivision review process involving fee-simple, bare land strata or strata conversion applications and the administration of subdivision related agreements such as statutory right-of-ways, covenants and servicing agreements.

*Economic Development* – The 100 Mile Development Corporation (a subsidiary of the District) serves to promote economic development activity throughout the region. Functions include the operation of the Visitor Information Centre, South Cariboo Marketing Program and the operation of the Lodge/Martin Exeter Hall complex.

## 2014 Planning & Development Objectives & Measures

Objective	Strategies	Measures
Continue to advance community sustainability objectives	<p>Pursue implementation items from carbon neutral plan.</p> <p>Continue progress on Community Energy Action List.</p> <p>Continue to pursue community wide GHG reduction opportunities.</p>	<p>Implement priority items from plan.</p> <p>All 2014 Community Energy Actions complete.</p> <p>Identify additional opportunities to reduce GHGs at community scale.</p>
Demonstration Forest Trail Plan	Hire consultant to prepare plan.	Plan completed and presented to Council with action plan for 2015.
Complete Integrated Community Sustainability Plan (ICSP)	Full scale public consultation, ICSP development to meet local needs.	ICSP completed and adopted by Council.
Prepare new Subdivision & Infrastructure Bylaws	Present bylaws to Council and revise as necessary.	Bylaws adopted by Council.
Continue promotion of Love100milehouse.com	Liaise between NDI and participating businesses.	Additional businesses participating in 2014.
Participate in Business Façade Improvement Program (NDIT)	Market and implement Business Façade Improvement Program.	\$20,000 fully subscribed.



## 2015 Planning & Development Objectives & Measures

Objective	Strategies	Measures
Official Community Plan Review	Plan Review Plan to Council By-Law to Council	Plan completed and by-law adopted by year end.
Demonstration Forest Trail Plan Implementation	Present Options to Council  Implement Recommendations	Complete Trail and Signage upgrades by Fall of 2015.
Zoning By-Law Review (in conjunction w/OCP review)	Appoint consultant Appoint Advisory Committee By-law review and public consultation New By-Law to Council	Complete review process and new By-law to Council by end of year
Complete DCC By-Law Review	Engage Consultant By-Law Review Revised By-Law to Council	Complete review and new by-law to Council for adoption by end of year.



## *Municipal Services & Operations*

### *Fire Department*

100 Mile House Fire Rescue has been providing service to 100 Mile House and area since 1956 and is made up of 28 Paid-on-Call members and a career Fire Chief.

Over the years, 100 Mile House Fire-Rescue has evolved from not only fire suppression, but now also includes rescue services, medical aid, and public education. The department also operates the Emergency Services Training Centre providing training opportunities to the entire region. Over the last 5 years the department has responded to an average of 280 incidents per year ranging from grass fires, motor vehicle incidents, medical aid, structure fires, gas leaks and false alarms.

The department actively participates in numerous community organizations such as Safe Ride Home, P.A.R.T.Y. Program (Preventing Alcohol and Risk Related Trauma in Youth), Grad Ceremonies, Muscular Dystrophy Boot Drive, School Tours, etc.

### *2014 Highlights*

- Dave Mitchell & Associates completed and reported on the 100 Mile House Fire Rescue Fire Services Review.
- The Province of BC launched the BC Fire Service Minimum Training Standard
- 2014 was the Fire Departments second busiest year on record with 278 incident responses.



### 2014 Fire Department Objectives and Progress Measures

Objectives	Strategies	Measures
Training Training Standard	Transition into the NFPA-1001 Training Standard	60% of members completed module 1 to 5 by December 2014
Fire Prevention	Increase the number of Annual Fire Safety Inspections	Did not meet the 10% increase in Inspections
Administration Fire Department Master Plan	Prepare Fire Services Review	Presented to Council in October of 2014
Fire Protection Area Contract Renewal	Negotiate a new Contract with the Cariboo Regional District	Ongoing - Contract Renewal to be completed summer of 2015

### 2015 Fire Department Objectives and Progress Measures

Objectives	Strategies	Measures
Training	Transitioning the department to meet the new "Playbook" Standards	Have 80% of members meet the Interior Standard and 50% meet the Full Service Standard by end of 2015
Fire Prevention	Complete the fire inspection frequency policy	Present to Council in Q3 of 2015
Administration	Amend Fire Service Bylaw	Present to Council in Q3 of 2015



## *Municipal Services & Operations*

### *Community Services*

Responsibility for the operation and maintenance of water utility, sanitary sewer utility, roads, drainage, parks, cemetery, airport, fleet and building maintenance falls within the Community Service Department.



## *Centennial Park Playground Upgrades*



\$35,000 of new CSA approved playground equipment was installed in Centennial Park in 2014.

### *First Street Sidewalk*



2014 saw the completion of the sidewalk from Highway 97 to Birch Avenue on the south side of First Street. First Street was also repaved from Highway 97 to First Street.



### *Downtown Revitalization Project*



2014 saw the completion of the Downtown Revitalization including the repaving of Birch Avenue from First Street to Horse Lake Road. Total 2014 investment \$500,000+/-

## New Fleet Acquisitions



The District purchased two new units to enhance the fleet with new energy efficient trucks.

Unit 334, top picture, replaced unit 318 a 1990 GMC dump truck and unit 335 replace unit 308 a 2003 1 ton truck.



## *Municipal Services & Operations*

### *2014 Community Services Objectives and Progress Measures*

Objectives	Strategies	Measures
Long Term Water Quality Improvement Plan	The Efficient Use of Clean Water study was completed in 2014 and adopted by Council.	Application for Gas Tax grant funding for a new production well, treatment plant and 101 Mile reservoir to be submitted in 2015
Phased approach to the Downtown Revitalization was completed.	To replant the overgrown and damaged gardens and replace aging benches with new modern designs.	The downtown revitalization project was completed in 2014 with Birch Avenue repaved from 1 <sup>st</sup> Street to Horse Lake Road.
1 <sup>st</sup> Street Sidewalk project	To install a new sidewalk on the south side of 1 <sup>st</sup> Street from Highway 97 to Birch Avenue	The sidewalk was completed in June of 2014. 1 <sup>st</sup> Avenue was repaved as part of the project.
Rehabilitation of well #4	Rehabilitation of Well #4 to enhance the maximum flow rate.	Well #4 well rehabilitation was completed in September of 2014

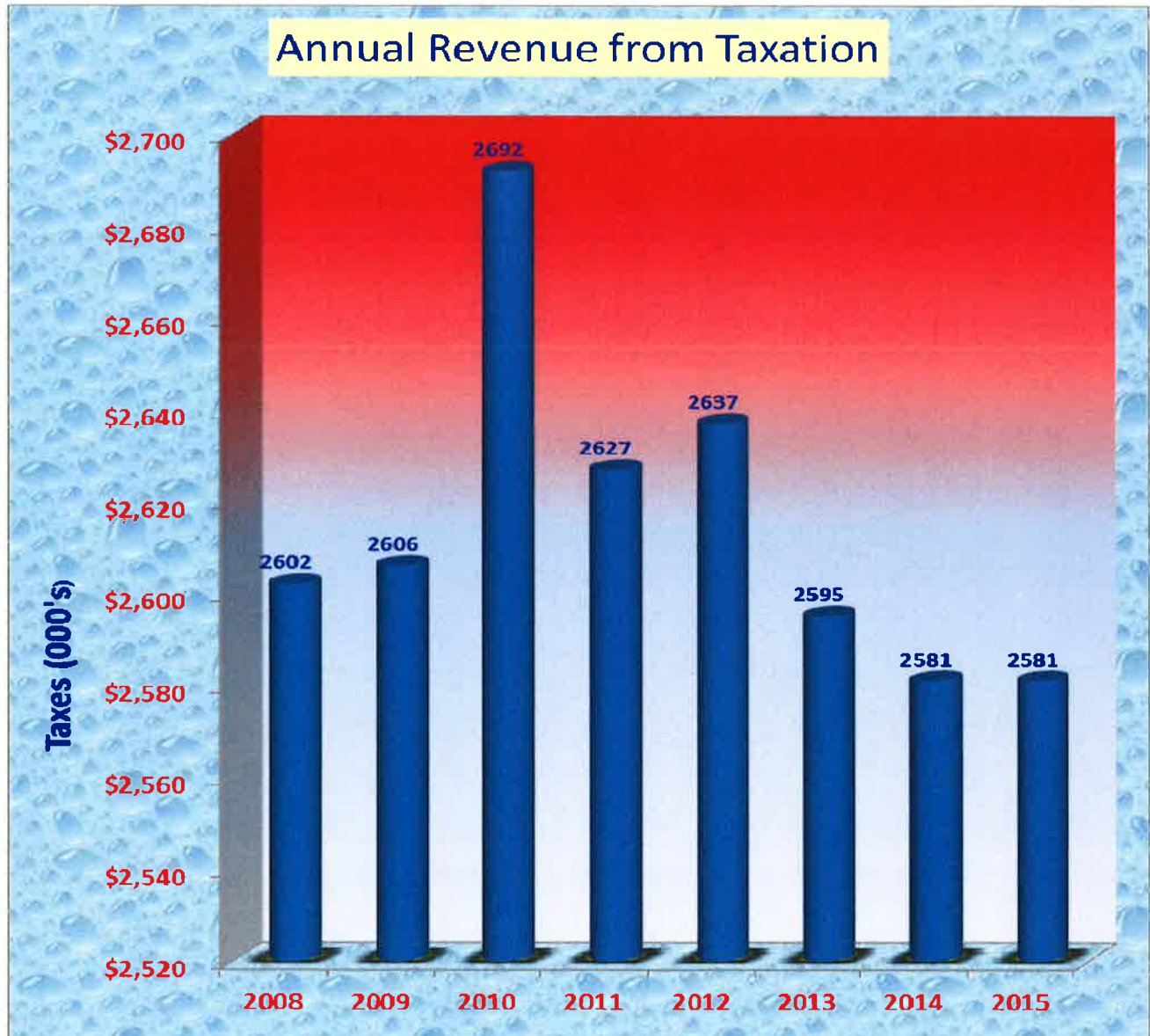
### *2015 Community Services Objectives and Progress Measures*

Objectives	Strategies	Measures
Long Term Water Quality Improvement Plan	To obtain grant funding for the development of a new production well and treatment plant.	If the grant application is successful construction of the new infrastructure will commence in 2016.
Develop Long Term Sidewalk Plan	Assess community needs, establish priorities & implementation schedule	Sidewalk on 8 <sup>th</sup> Street from in front of the seniors complexes proposed for 2015
Alpine water main loop is proposed to facilitate adequate fire flow to the 99 Mile area.	Grant application to the Building Canada Fund to be submitted. Project is dependent on obtaining the grant funds.	If the grant application is approved construction will commence in 2016.

## Statistical Information

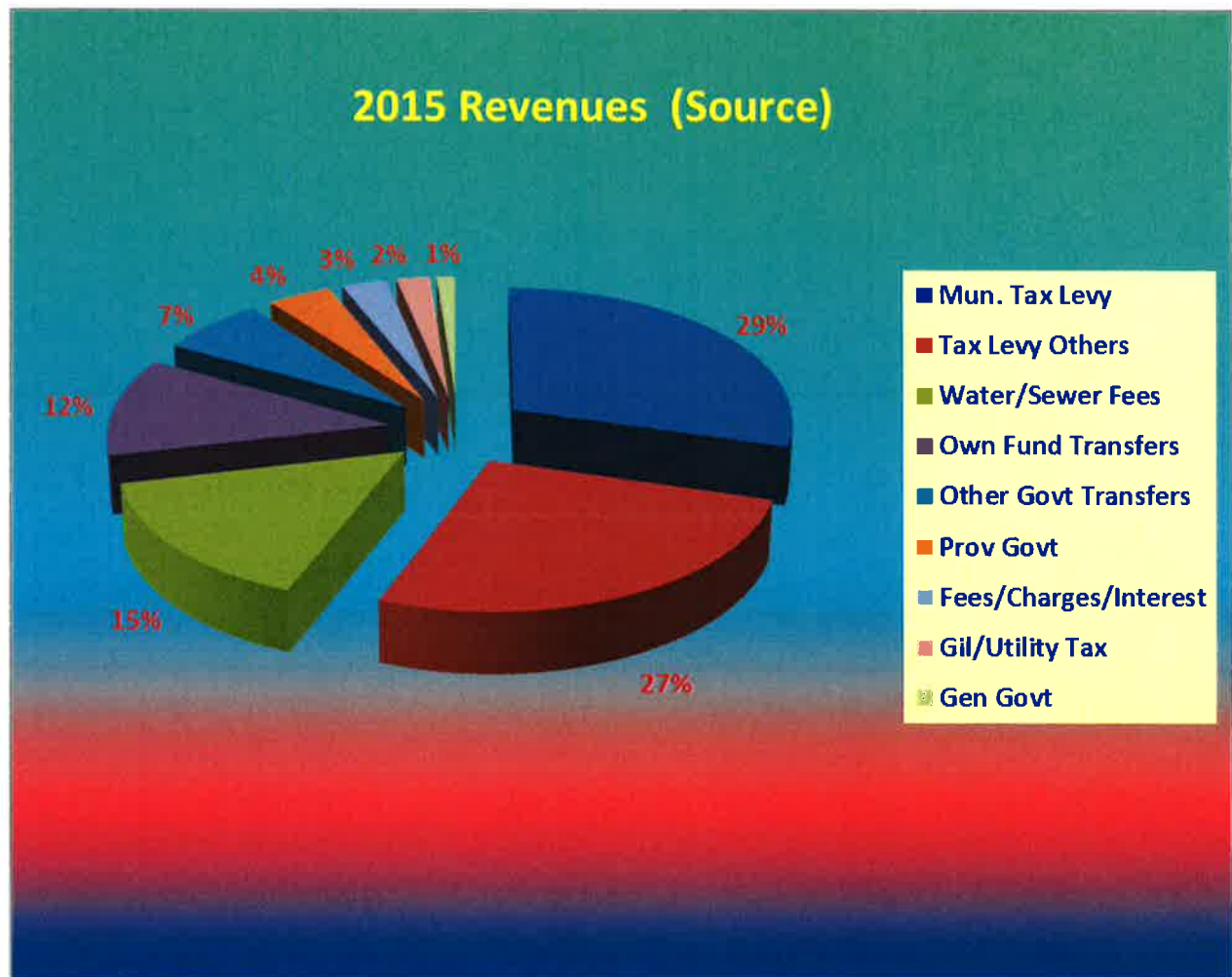
### SCHEDULE "A"

#### Tax Collection - Revenues/Expenditures



Although rates have changed over the years; actual revenue from taxation has remained fairly static in recent years. Council and staff have worked hard to reduce overall operating costs; thereby maintaining minimal increases to the annual "revenue from taxation" requirement.

## Statistical Information

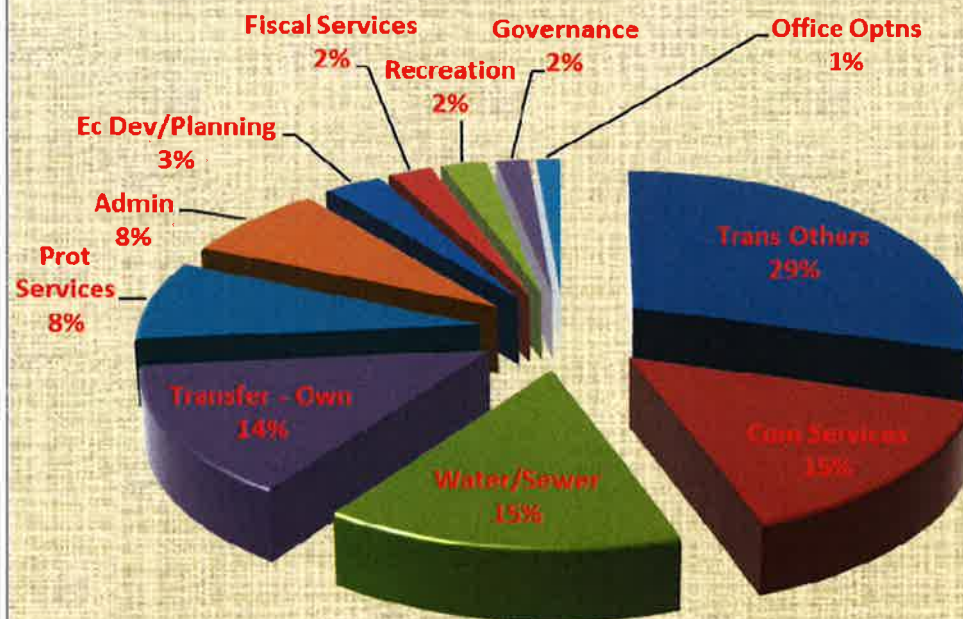


44% of total municipal revenues are derived from direct taxation and user fees. 27% of total revenue is collected on behalf of other governments or agencies (CRD, Police, BC Assessment, etc.)



## Statistical Information

### 2015 Expenditure Distribution



## Statistical Information



Over the past two terms, Council has held the line on wage/benefit expenditures. Capacity building, training & development of staff have created efficiencies and greater overall productivity for the District. Council will continue its strong fiscal stewardship and support management practices to continue improving services to our residents.

We are proud of our workforce. They are a dedicated group of men, women and students that often go above and beyond the normal requirements of the District.



## Statistical Information

### Schedule "B"

#### Permissive Tax Exemptions

In accordance with Section 98 (2)(b) of the Community Charter, we disclose that the following properties were provided permissive property tax exemptions. Permissive tax exemptions are those exemptions granted by bylaw in accordance with Section 224 of the Community Charter.

Roll #	Organization	Class	Assessment	2014 Tax Rate	Total Exemption
<b>Non Profit</b>					
55700254500	Cedar Crest Society for Community Living	8	\$ 164,800	9.61110	\$ 1,583.89
55700295263	The Nature Trust of BC	6	\$ 238,000	22.40916	\$ 5,333.38
55700656000	Cedar Crest Society for Community Living	1	\$ 333,900	10.64070	\$ 3,553.26
55700175253	District of 100 Mile House (Lessee: SC Agri-Culture Enterprise Centre Society)	6	\$ 7,200	22.40916	\$ 161.34
55700258000	Canadian Red Cross	6	\$ 130,000	22.40916	\$ 2,913.19
<b>Recreation</b>					
55700295560	Cariboo Elders Building & Rec Society	6	\$ 327,000	22.40916	\$ 7,327.80
55740981620	100 Mile Snowmobile Club	6	\$ 105,100	22.40916	\$ 2,355.20
55740981620	100 Mile Snowmobile Club	8	\$ 113,000	9.61110	\$ 1,086.05
55700042000	100 Mile House Community Club	6	\$ 52,700	22.40916	\$ 1,180.96
55700066500	100 Mile House Community Club	6	\$ 271,000	22.40916	\$ 6,072.88
55700249004	100 Mile Nordic Ski Society	8	\$ 62,800	9.61110	\$ 603.58

## Statistical Information

### Schedule "C" Development Cost Charges

New development typically triggers need for expansion of services like roads, sewer, drainage and water systems. The level of investment needed to support new development is significant and one of the mechanisms available to municipalities to help finance this investment is Development Cost Charges (DCCs).

DCCs are monies collected from developers to help offset the costs of the infrastructure investments needed to service new development. They are imposed by bylaw, pursuant to the *Local Government Act*, and provide the Municipality with a way to finance capital investment related specifically to roads, sewers, drainage, water and parks.

For the second year, development activity was dominated by new construction, renovations and infill development rather than by subdivision. Construction activity was brisk in all sectors – residential, commercial, industrial and institutional; however, no DCCs were collected in 2014 because development investment occurred in areas not subject to DCCs.

The following provides some information about DCC collections and expenditures from 2014 for each of the infrastructure types:

	<u>Sewer</u>	<u>Water</u>	<u>Drainage</u>	<u>Roads</u>	<u>Total</u>
<b>Opening Balances</b>	\$ 120,840	\$ 177,822	\$ 9,312	\$ 10,646	\$ 318,620
<b>Collections</b>					
<b>Interest</b>	653	2,247	84	966	3,950
<b>Expenditure</b>	--	--	--	--	--
	<b>\$ 121,493</b>	<b>\$ 180,069</b>	<b>\$ 9,396</b>	<b>\$ 11,612</b>	<b>\$ 322,570</b>
<b>Waivers &amp; Reductions</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**Note:**

Collections are reported net of Waivers & Reductions.

In some instances a developer will undertake work that would otherwise be done by the Municipality and funded by DCC's. When this occurs, the amount of DCC's related to those works may be forgiven. The amounts forgiven are reported as Waivers & Reductions.

## *Financial Statements*

*Schedule "D"*

*Consolidated Financial Statements*

*ATTACHED*



**Leadership**  
leadership is about taking  
**responsibility,**  
*not making excuses.*

***DISTRICT OF 100 MILE HOUSE***  
***CONSOLIDATED FINANCIAL STATEMENTS***  
***FOR THE YEAR ENDED DECEMBER 31, 2014***



**DISTRICT OF 100 MILE HOUSE**

**INDEX**

**TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2014**

**MANAGEMENT'S REPORT**

**AUDITOR'S REPORT**

**CONSOLIDATED FINANCIAL STATEMENTS**

Consolidated Statement of Financial Position  
Consolidated Statement of Financial Activities  
Consolidated Statement of Change in Net Financial Assets  
Consolidated Statement of Cash Flows  
Statutory Reserve Funds - Consolidated Statement of Financial Position  
Perpetual Care Fund - Statement of Financial Position

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**SCHEDULES**

	Auditor's Report on Supplementary Information
1	Statement of Financial Position by Fund
2	Statement of Operations by Fund

### MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the District of 100 Mile House and all the information in this annual report are the responsibility of management and have been approved by the Board of Directors.

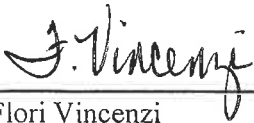
The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for local government established by the Public Sector Accounting Board of the The Canadian Institute of Chartered Accountants. Financial statements include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

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

The District's Board of Directors is responsible for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

PMT Chartered Accountants / Business Advisors LLP, the auditors appointed by the Board of Directors, have reviewed the systems of internal control and examined the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express an independent opinion on the financial statements. Their report accompanies these statements.

The District of 100 Mile House's Board of Directors reviews and approves the financial statements. The District's management meets periodically with the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities. They review the financial statements and the external auditor's report, as well as the engagement of the external auditors.



Flori Vincenzi  
Director of Financial Administration



Roy Scott  
Chief Administrative Officer

**AUDITORS' REPORT****To The Mayor and Council of the District of 100 Mile House**

We have audited the accompanying financial statements of the District of 100 Mile House, which comprise the consolidated statement of financial position as at December 31, 2014, and the consolidated statement of financial activities, change in net financial assets, cash flows, Statutory Reserve Funds consolidated statement of financial position, and non-consolidated Perpetual Care Fund for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

In our opinion, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of the District as at December 31, 2014, and its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

100 Mile House, BC  
March 24, 2015

  
PMT CHARTERED ACCOUNTANTS /  
BUSINESS ADVISORS LLP

Consolidated Statement of Financial Position - December 31, 2014

2014                      2013  
(Restated-Note 7)

**FINANCIAL ASSETS**

Cash and short-term investments (Note 4)	\$ 8,512,904	\$ 8,502,906
Accounts receivable	168,324	211,235
Taxes and utilities receivable	293,582	288,780
Due from other governments	44,458	32,628
Investment in subsidiary corporation (Note 5)	716,387	666,614
Trust and other deposits - Municipal Finance Authority (Note 8)	<u>117,331</u>	<u>116,352</u>
	<u>9,852,986</u>	<u>9,818,515</u>

**FINANCIAL LIABILITIES**

Accounts payable and accrued liabilities	638,953	652,142
Due to Perpetual Care Fund	11,078	6,990
Deferred revenue (Note 9)	762,504	797,072
Taxes and business licences prepayments	105,973	90,006
Contractors performance deposits	54,733	41,710
Debenture debt (Note 10)	1,880,639	1,991,973
Other trust liabilities - Municipal Finance Authority (Note 8)	<u>117,331</u>	<u>116,352</u>
	<u>3,571,211</u>	<u>3,696,245</u>

**NET FINANCIAL ASSETS**

6,281,775                      6,122,270

**NON-FINANCIAL ASSETS**

Tangible capital assets (Note 11)	\$ 28,247,106	\$ 28,434,132
Work-in-progress	8,104	8,236
Inventory	42,098	47,439
Prepaid expenses	<u>52,758</u>	<u>50,123</u>
	<u>\$ 28,350,066</u>	<u>\$ 28,539,930</u>

**ACCUMULATED SURPLUS**

\$ 34,631,841                      \$ 34,662,200

Contingent liabilities and commitments (Note 14)



Director of Financial Administration



*Consolidated Statement of Financial Activities*  
*For the Year Ended December 31, 2014*

	(Unaudited) Budget 2014 (Note 2k)	Actual 2014	Actual 2013 (Restated-Note 7)
Revenue			
Taxation and grants-in-lieu of taxes	\$ 3,023,795	\$ 2,879,163	\$ 2,890,970
Government grants	950,700	1,111,147	1,769,707
Utility user fees	708,255	697,480	674,274
Other revenue	221,935	324,045	287,835
Sales of services	124,160	141,688	121,647
Contributions and development cost charges	4,090	-	1,346,594
Gain on disposal of tangible capital assets	-	-	-
	<u>5,032,935</u>	<u>5,153,523</u>	<u>7,091,027</u>
Expenditures			
Amortization	1,078,505	1,146,210	1,101,190
Development and planning	286,845	200,270	197,609
Environmental and public health services	95,365	112,886	84,390
General government services	854,390	730,068	681,773
Interest and bank charges	133,750	131,097	147,618
Loss on disposal of tangible capital assets	-	51,991	30,033
Principal payments	85,520	85,515	110,022
Protective services	661,255	568,788	525,280
Recreation and culture services	194,035	116,061	99,739
Transportation services	1,184,735	1,232,456	1,054,739
Utility operations	<u>647,595</u>	<u>848,386</u>	<u>718,827</u>
	<u>5,221,995</u>	<u>5,223,728</u>	<u>4,751,220</u>
Excess (deficiency) of revenue over expenditures	( 189,060)	( 70,205)	2,339,807
Equity income (loss) from subsidiary corporation (Note 5)	<u>-</u>	<u>49,773</u>	<u>204,376</u>
Annual surplus (deficit)	( 189,060)	( 20,432)	2,544,183
Surplus, beginning of year, as previously reported	34,662,200	34,347,200	31,389,150
Prior years adjustments (Note 7)	<u>-</u>	<u>315,000</u>	<u>362,255</u>
Surplus, beginning of year, as re-stated	<u>34,662,200</u>	<u>34,662,200</u>	<u>31,751,405</u>
Transfer from (to) other funds	( 145,955)	( 10,084)	( 10,000)
Transfer from (to) capital funds	240,505	( 943,824)	( 359,711)
Transfer from (to) reserve funds	64,510	1,060,935	766,767
Transfer from (to) operating funds	<u>30,000</u>	<u>( 116,954)</u>	<u>( 30,444)</u>
Net transfer	189,060	( 9,927)	366,612
Accumulated surplus end of year	<u>\$ 34,662,200</u>	<u>\$ 34,631,841</u>	<u>\$ 34,662,200</u>

The accompanying notes and schedules are an integral part of this statement.

*Consolidated Statement of Change in Net Financial Assets*  
*For the Year Ended December 31, 2014*

	(Unaudited) Budget 2014 (Note 2k)	Actual 2014	Actual 2013 (Restated-Note 7)
Annual surplus (deficit)	\$ 189,060	\$ ( 20,432)	\$ 2,544,183
Transfer from (to) other funds	-	( 9,927)	366,612
Acquisition of tangible capital assets	( 1,218,599)	( 1,011,175)	( 2,664,792)
Amortization of tangible capital assets	1,078,505	1,146,210	1,101,190
Loss (gain) on sale of tangible capital assets	-	51,991	30,033
Proceeds on sale of tangible capital assets	-	-	1,475
	<u>( 140,094)</u>	<u>177,099</u>	<u>( 1,165,482)</u>
Net change in prepaid expenses	-	( 2,635)	( 7,857)
Net change in inventories	-	5,341	14,491
Net change in work-in-progress	-	132	897,615
	<u>-</u>	<u>2,838</u>	<u>904,249</u>
Increase (decrease) in net financial assets	48,966	159,505	2,282,950
Net financial assets, beginning of year, previously reported	6,122,270	5,807,270	3,477,065
Prior years adjustments (Note 7)	-	315,000	362,255
Net financial assets, beginning of year, as re-stated	<u>6,122,270</u>	<u>6,122,270</u>	<u>3,839,320</u>
Net financial assets, end of year	<u>\$ 6,171,236</u>	<u>\$ 6,281,775</u>	<u>\$ 6,122,270</u>

**Consolidated Statement of Cash Flows**  
**For the Year Ended December 31, 2014**

	2014	2013 (Restated-Note 7)
Cash flows from operating activities:		
Annual surplus (deficit)	\$( 20,432)	\$ 2,544,183
Adjustment for items not involving cash:		
Loss (gain) on disposal of tangible capital assets	51,991	30,033
Transfer from (to) other funds	( 9,927)	366,612
Amortization	<u>1,146,210</u>	<u>1,101,190</u>
	<u>1,167,842</u>	<u>4,042,018</u>
Changes in non-cash working capital accounts		
Accounts receivable	31,081	251,168
Taxes and utilities receivable	( 4,802)	15,811
Inventory	5,341	14,491
Work-in-progress	132	897,615
Prepaid expenses	( 2,635)	( 7,856)
Accounts payable and accrued liabilities	6,866	26,388
Deferred revenue	( 34,568)	( 1,008,617)
Contractor performance deposits	<u>13,023</u>	<u>( 31,128)</u>
	<u>14,438</u>	<u>157,872</u>
	<u>1,182,280</u>	<u>4,199,890</u>
Cash flows from financing transactions:		
Increase (decrease) in debenture debt	( 111,334)	( 647,836)
Increase (decrease) in reserve - Municipal Finance Authority	979	( 26,721)
Decrease (increase) in deposit - Municipal Finance Authority	<u>( 979)</u>	<u>26,721</u>
	<u>( 111,334)</u>	<u>( 647,836)</u>
Cash flows from capital transactions:		
Cash used to acquire tangible capital assets	( 1,011,175)	( 2,664,792)
Proceeds from disposal of tangible capital assets	<u>-</u>	<u>1,475</u>
	<u>( 1,011,175)</u>	<u>( 2,663,317)</u>
Cash flows from investing transactions:		
Increase in investment in subsidiary corporation	<u>( 49,773)</u>	<u>( 204,376)</u>
Increase (decrease) during the year	9,998	684,361
Cash and short-term investments, beginning of year	<u>8,502,906</u>	<u>7,818,545</u>
Cash and short-term investments, end of year	<u>\$ 8,512,904</u>	<u>\$ 8,502,906</u>
Supplementary information:		
Interest paid	<u>\$ 131,097</u>	<u>\$ 147,618</u>

The accompanying notes and schedules are an integral part of this statement.

*Statutory Reserve Funds*  
*Consolidated Statement of Financial Position*  
*For the Year Ended December 31, 2014*

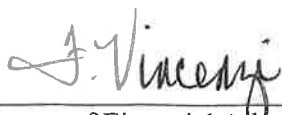
	Parkland Reserve	Development Cost Charge	Community Works	Capital Fund	Utility Infrastructure	Woodlot	2014	2013
<i>ASSETS</i>								
Cash and investments \$	-	\$ 88,851	\$ -	\$ 266,538	\$ -	\$ 66,848	\$ 422,237	\$ 2,055,762
Due from General Revenue Fund	<u>3,717</u>	<u>233,719</u>	<u>389,597</u>	<u>2,716,998</u>	<u>2,154,634</u>	<u>67,450</u>	<u>5,566,115</u>	<u>4,128,941</u>
	<u>\$ 3,717</u>	<u>\$ 322,570</u>	<u>\$ 389,597</u>	<u>\$ 2,983,536</u>	<u>2,154,634</u>	<u>\$ 134,298</u>	<u>\$ 5,988,352</u>	<u>\$ 6,184,703</u>
<i>LIABILITIES</i>								
Due to General Revenue Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,391</u>
<i>FINANCIAL EQUITY</i>								
Equity, beginning of year	3,678	318,621	271,168	3,599,829	1,614,422	148,594	5,956,312	1,820,351
Interest income	39	3,949	3,953	4,539	550	2,257	15,287	16,920
Redemption		-	( 13,282)	( 983,651)	(171,907)	(16,553)	(1,185,393)	( 436,493)
Contributions	<u>-</u>	<u>-</u>	<u>127,758</u>	<u>362,819</u>	<u>711,569</u>	<u>-</u>	<u>1,202,146</u>	<u>4,555,534</u>
Equity, end of year	<u>3,717</u>	<u>322,570</u>	<u>389,597</u>	<u>2,983,536</u>	<u>2,154,634</u>	<u>134,298</u>	<u>5,988,352</u>	<u>5,956,312</u>
	<u>\$ 3,717</u>	<u>\$ 322,570</u>	<u>\$ 389,597</u>	<u>\$ 2,983,536</u>	<u>\$ 2,154,634</u>	<u>\$ 134,298</u>	<u>\$ 5,988,352</u>	<u>\$ 6,184,703</u>

The accompanying notes and schedules are an integral part of this statement.



*Perpetual Care Fund*  
*Statement of Financial Position*  
*For the Year Ended December 31, 2014*

	2014	2013
<i>ASSETS</i>		
Cash and investments	\$ 149,978	\$ 146,354
Due from General Revenue Fund	<u>11,078</u>	<u>6,990</u>
	<u>\$ 161,056</u>	<u>\$ 153,344</u>
<i>LIABILITIES</i>		
Reserve for capital purposes	\$ 11,190	\$ 10,980
Deposits	<u>13,622</u>	<u>12,477</u>
	<u>24,812</u>	<u>23,457</u>
<i>FINANCIAL EQUITY</i>		
Surplus, beginning of year	\$ 129,887	\$ 125,211
Contributions	2,733	2,765
Investment income	<u>3,624</u>	<u>1,911</u>
Surplus, end of year	<u>136,244</u>	<u>129,887</u>
	<u>\$ 161,056</u>	<u>\$ 153,344</u>



Director of Financial Administration

*Notes to the Consolidated Financial Statements  
For the Year Ended December 31, 2014*

---

**1. Purpose**

The District of 100 Mile House was incorporated in 1965 and operates under the provision of the Local Government Act and the Community Charter of British Columbia. The District provides municipal services such as administrative, protective, transportation, environmental, recreational, water, sewer and fiscal management.

**2. Significant accounting policies**

The consolidated financial statements of the District have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants (CICA). Significant aspects of the accompanying policies adopted by the District are as follows:

**a) Reporting entity**

The consolidated financial statements reflect a combination of the assets, liabilities, revenues, expenditures, and changes in fund balances and in financial position of the District's General, Water, Sewer and Reserve Funds. The Perpetual Care Fund is excluded from the consolidated financial statements.

**b) Basis of accounting**

The District follows the accrual method of accounting for revenues and expenditures. Revenues are normally recognized in the year in which they are earned and measurable. Expenditures 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.

Funds within the consolidated financial statements consist of the General, Water, Sewer and Reserve Funds. Transfers between funds are recorded as adjustments to the appropriate fund balance.

The resources and operations of the District have been separated for accounting and financial reporting purposes into eight Funds. Each Fund is treated as a separate centre of operations responsible for the resources or activities allocated to it.

**i) Capital Funds:**

The purpose of the Capital Funds is to reflect capital assets and the related financing and equity therein.

**ii) Current Funds:**

The purpose of the Current Funds is to reflect the operating activities, administration and debt servicing functions of the District.

**iii) Trust and Reserve Funds:**

The purpose of these funds is to hold assets of a trust nature and funds provided to finance future capital expenditures.

The Capital Funds and Current Funds have been segregated into the functions of sewer, water and general operations.

*Notes to the Consolidated Financial Statements  
For the Year Ended December 31, 2014*

---

**2. Significant accounting policies (continued)**

c) Cash and short term investments

Cash and short-term investments consists of cash on hand less outstanding cheques and deposits with a maturity of less than three months at the time of purchase and term deposits with a maturity of less than one year. When outstanding cheques are in excess of cash on hand, the excess is reported in bank indebtedness.

d) Investment in subsidiary corporation

The investment in 100 Mile Development Corporation ("Corporation"), a government business enterprise, is accounted for on a modified equity basis, consistent with Canadian generally accepted accounting principles as recommended by PSAB for investments in Government Business Enterprises. Under the modified equity basis, the Corporation's accounting policies are not adjusted to conform with those of the municipality and inter-organizational transactions and balances are not eliminated. The District recognizes its equity interest in the annual income or loss of the Corporation in its consolidated statement of operations with a corresponding increase or decrease in its investment asset account. And dividends that the District may receive from the Corporation will be reflected as reductions in the investment asset account.

e) Deferred revenue

Deferred revenue includes grants, contributions and other amounts received from third parties pursuant to legislation, regulation and agreement which may only be used in certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed, or the tangible capital assets are acquired.

f) Long-term debt

Debt charges, including principal, interest and foreign exchange losses, are charged against current revenue in the periods in which they are paid.

g) 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) 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 assets, excluding land, are amortized on a straight line basis over their estimated useful life as set out in the capital asset policy.

Estimated useful lives are as follows:

<u>Asset Category</u>	<u>Useful Life Range</u>
Buildings	40 to 75 years
Building Improvements	10-40 years
Furniture, Equipment and IT Technology	4 to 20 years
Machinery, Equipment and Vehicles	5 to 20 years
Roads	10 to 100 years
Underground and other Engineered Structures	10 to 100 years

*Notes to the Consolidated Financial Statements  
For the Year Ended December 31, 2014*

---

**2. Significant accounting policies (continued)**

- ii) Contributions of tangible capital assets  
Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also recorded as revenue.

- iii) Leased assets  
Leases which transfer substantially all of the benefits and risk 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 included in expenses as incurred.

- iv) Inventories  
Inventories are valued at the lower of cost and net realizable value. Cost is determined using average costing.

h) Government transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made. Transfers received for which expenditures are not yet incurred are included in deferred revenue.

i) Investment income

The District follows the practice of investing individually significant unspent funds within individual funds. Interest earned is allocated on the basis of actual earnings from the specific instruments. Excess funds or temporary borrowings of all functions and capital projects are pooled and interest income or expense is allocated to the individual functions and capital projects on a monthly basis.

j) Management uncertainty

The preparation of consolidated financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure on contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenditures during the reporting period. Significant areas requiring use of management estimates relate to valuation of inventory, the collectibility of accounts receivable and amortization of capital assets. Actual results could differ from those estimates.

k) Budget reporting

Unaudited budget figures shown represent the Financial Plan By-Law adopted by Council on March 25, 2014. These figures do not reflect subsequent amendments made by the Board of Directors to reflect changes in the budget throughout the year.

l) Employee future benefits

The cost of multi-employer defined contribution pension plan benefits, such as the Municipal Pension Plan pensions, are the employer's contributions due to the plan in the period.



*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

---

**3. Financial instruments**

The District is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the District's risk exposure and concentration as of December 31, 2014.

a) Fair value

Assets and liabilities designated as available-for-sale include cash, term deposits, and investments are measured in the statement of financial position at fair value where it is practical to determine the fair value. The fair value for accounts receivable, accounts payable and accrued liabilities approximate their carrying value due to the relatively short-term to maturity of these instruments. The carrying value of long-term debt approximates the fair value as the interest rates consistent with the current rates offered to the District for debt with similar terms.

b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the District manages exposure through its normal operating and financing activities. The District is exposed to interest rate risk primarily through its term deposits and long term debt where the interest rates are based on market rates.

c) Credit risk

It is management's opinion that the District is not subject to significant credit risk associated with its financial instruments.

**4. Cash and cash equivalents**

	2014	2013
Bank	8,090,667	6,863,511
Short-term investments	<u>422,237</u>	<u>1,639,395</u>
	<u>8,512,904</u>	<u>8,502,906</u>
Unrestricted cash	8,090,667	6,447,144
Restricted cash: statutory reserves	<u>422,237</u>	<u>2,055,762</u>
	<u>8,512,904</u>	<u>8,502,906</u>

Short-term investments are held in Municipal Finance Authority (MFA) pooled money market fund with an annual rate of return of approximately 1.08% (2013 - 1.09%)

*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

5. *Investment in subsidiary corporation*

	2014	2013
100 Mile Development Corporation (wholly owned subsidiary)		
100 Class A common shares (100%)	\$ 100	\$ 100
Opening retained earnings, as previously reported	666,514	99,883
Prior period adjustment (Note 7)	-	362,255
Opening retained earnings, after adjustment	666,514	462,138
Net income for the current year	49,773	204,376
Closing retained earnings	716,287	666,514
Investment in subsidiary corporation	\$ 716,387	\$ 666,614

The Corporation is owned and controlled by the District and is considered a Government Business Enterprise. As such, the Corporation is accounted for on the modified equity basis in these consolidated financial statements. The Corporation is charged with responsibility for economic development activities, operation of the Visitor Information Centre and management of the Community Forest.

The following provides condensed supplementary financial information for the Corporation for the year ended December 31:

	2014	2013
Financial position:		
Assets:		
Current	\$ 747,940	\$ 693,054
Tangible capital assets	14,915	16,575
Total assets	\$ 762,855	\$ 709,629
Liabilities:		
Current	\$ 593,000	\$ 37,370
Obligations under capital lease	3,467	5,541
Total liabilities	596,467	42,911
Equity:		
Share capital	100	100
Retained earnings	166,288	666,618
Total equity	166,388	666,718
Total liabilities and equity	\$ 762,855	\$ 709,629
Operations:		
Revenue	\$ 451,534	\$ 596,488
Expenses	401,761	344,857
Net income	\$ 49,773	\$ 251,631
Prior period adjustment	-	315,000
Change in equity	\$ 49,773	\$ 566,631

*Notes to the Consolidated Financial Statements  
For the Year Ended December 31, 2014*

---

**6. *Related party transactions***

During the year, the District provided operational funding of \$63,057 (2013 - \$48,070) to the 100 Mile Development Corporation, a wholly owned subsidiary. The District also charged rent of \$17,985 (2013 - \$17,985) to the 100 Mile Development Corporation.

The 100 Mile Development Corporation declared a dividend payable of \$550,000 to the District at March 31, 2015.

Included in accounts receivable at December 31, 2014 is \$1,969 (2013 - \$2,068) due from the 100 Mile Development Corporation. Included in accounts payable at December 31, 2014 is \$39,959 (2013 - \$23,070) due to the 100 Mile Development Corporation.

These transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

**7. *Prior period adjustment***

During the year, it was identified that the 100 Mile Development Corporation had accrued for a liability with respect to reforestation costs for future logging on its Community Forest license. This liability should be accrued in conjunction with the occurrence of logging. As a result the accrual was reversed, resulting in an increase in opening Investment in Subsidiary Corporation in the current year of \$315,000, and a decrease to prior year net income of \$47,255 and an increase to prior year opening Investment in Subsidiary Corporation of \$362,255.

**8. *Trust and other deposits - Municipal Finance Authority***

The Municipal Finance Authority of British Columbia (MFA) provides capital financing for regional districts and their member municipalities. MFA is required to establish a Debt Reserve Fund. Each regional district, through its member municipalities who share in the proceeds of a debt issue, is required to pay into the Debt Reserve Fund certain amounts set out in the debt agreements. MFA pays into the Debt Reserve Fund these monies from which interest earned thereon less administration 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. If 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 Debt Reserve Fund established for that issue will be discharged to the District. The District has estimated that there is only a remote possibility that these funds will not be paid to it and therefore these funds have been included in other assets.

*Notes to the Consolidated Financial Statements  
For the Year Ended December 31, 2014*

9. *Deferred revenue*

	2014	2013
Development cost charges	\$ 322,570	\$ 318,621
Federal Gas Tax Funds	389,597	271,168
Miscellaneous	<u>50,337</u>	<u>207,283</u>
Total deferred revenue	<u>\$ 762,504</u>	<u>\$ 797,072</u>

**Development cost charges**

Opening balance of unspent funds	\$ 318,621	\$ 305,803
Add:		
Development cost charges received during the year	-	10,215
Interest earned	<u>3,949</u>	<u>2,603</u>
	<u>\$ 322,570</u>	<u>\$ 318,621</u>

**Federal gas tax funds**

Opening balance of unspent funds	\$ 271,168	\$ 494,343
Add:		
Amounts received during the year	127,758	125,952
Interest income restricted for projects	3,954	5,216
Less:		
Amount spent on projects and recorded as revenue	<u>13,283</u>	<u>354,343</u>
	<u>\$ 389,597</u>	<u>\$ 271,168</u>

Gas tax agreement funding is provided by the Government of Canada. The use of the funding is established by a funding agreement between the local government and the Union of British Columbia Municipalities. Gas Tax Agreement funding may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects as specified in the funding agreements.

**Miscellaneous**

	2014	2013
Age Friendly Communities	\$ -	\$ 18,448
Agriculture Centre Farm Credit	-	5,977
Province of British Columbia - Lodge improvements	50,000	50,000
Small Town Love	337	575
Strategic Community Investment	<u>-</u>	<u>132,283</u>
	<u>\$ 50,337</u>	<u>\$ 207,283</u>

*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

**10. Debenture debt**

Regular payments are made in accordance with the loan terms. Final payment amounts are based on actuarial calculations. Total interest paid on long-term debt included in the General Revenue Fund, the Water Revenue Fund and the Sewer Revenue Fund is \$128,012 (2013 - \$142,307).

	<u>2014</u>	<u>2013</u>
General Capital Fund	\$ 1,607,078	\$ 1,699,977
Water Capital Fund	165,429	175,677
Sewer Capital Fund	<u>108,132</u>	<u>116,319</u>
	<u>\$ 1,880,639</u>	<u>\$ 1,991,973</u>

**General Capital Fund**

MFA#	Purpose	Maturity Date	Interest Rate	Annual Instalment of Principle	<u>2014</u>	<u>2013</u>
66		2017	4.90%	\$ 3,963	\$ 28,632	\$ 37,282
73		2020	3.15%	7,359	89,485	102,233
80		2013	4.78%	20,274	-	-
105	Horse Lake Rd/ Hwy 97	2029	4.90%	61,119	<u>1,488,961</u>	<u>1,560,462</u>
					<u>\$ 1,607,078</u>	<u>\$ 1,699,977</u>

The minimum aggregate debenture principal repayments required in the next five years for the General Capital Fund are as follows:

2015	\$ 72,441
2016	72,441
2017	89,184
2018	68,478
2019	68,478
Thereafter	1,236,056



*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

---

10. *Debenture debt (continued)*

**Water Capital Fund**

MFA#	Maturity Date	Interest Rate	Annual Instalment of Principle	2014	2013
70	2019	3.15%	1,751	18,169	21,345
105	2029	4.90%	6,045	<u>147,260</u>	<u>154,332</u>
				<u>\$ 165,429</u>	<u>\$ 175,677</u>

The minimum aggregate debenture principal repayments required in the next five years for the Water Capital Fund are as follows:

2015	\$ 7,796
2016	7,796
2017	7,796
2018	7,796
2019	17,211
Thereafter	117,034

**Sewer Capital Fund**

MFA#	Maturity Date	Interest Rate	Annual Instalment	2014	2013
85	2024	4.575%	\$ 5,278	<u>\$ 108,131</u>	<u>\$ 116,319</u>

The minimum aggregate debenture principal repayments required in the next five years for the Sewer Capital Fund are as follows:

2015	\$ 5,278
2016	5,278
2017	5,278
2018	5,278
2019	5,278
Thereafter	81,741

*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

**11. Tangible capital assets**

Cost	Balance at December 31, 2013	Additions	Disposals/Write-downs		Balance at December 31, 2014
			Work-in-Progress Allocations		
General Capital Fund					
Land	\$ 1,008,829	\$ -	\$ -		\$ 1,008,829
Buildings	2,815,843	-	-		2,815,843
Engineering structures	20,576,197	515,404	283,016		20,808,585
Machinery and equipment	3,726,488	459,899	57,055		4,129,332
Recreational facilities	1,596,685	35,872	-		1,632,557
	<u>29,724,042</u>	<u>1,011,175</u>	<u>340,071</u>		<u>30,395,146</u>
Water Capital Fund					
Transmission and distribution	\$ 8,328,499	\$ -	\$ -		\$ 8,328,499
Sewer Capital Fund					
Land	\$ 253,731	\$ -	\$ -		\$ 253,731
Sewer system and lagoon	<u>7,888,695</u>	<u>-</u>	<u>-</u>		<u>7,888,695</u>
	<u>8,142,426</u>	<u>-</u>	<u>-</u>		<u>8,142,426</u>
	<u>\$ 46,194,967</u>	<u>\$ 1,011,175</u>	<u>\$ 340,071</u>		<u>\$ 46,866,071</u>
Accumulated Amortization	Balance at December 31, 2013	Amortization	Accumulated Amortization on Disposals		Balance at December 31, 2014
General Capital Fund					
Land	\$ -	\$ -	\$ -		\$ -
Buildings	1,892,869	76,781	-		1,969,650
Engineering structures	7,217,685	469,030	231,025		7,455,690
Machinery and equipment	2,128,242	213,162	57,055		2,284,349
Recreational facilities	399,982	70,887	-		470,869
	<u>11,638,778</u>	<u>829,860</u>	<u>288,080</u>		<u>12,180,558</u>
Water Capital Fund					
Transmission and distribution	\$ 3,364,474	\$ 155,443	\$ -		\$ 3,519,917
Sewer Capital Fund					
Land	\$ -	\$ -	\$ -		\$ -
Sewer system and lagoon	<u>2,757,585</u>	<u>160,907</u>	<u>-</u>		<u>2,918,492</u>
	<u>2,757,585</u>	<u>160,907</u>	<u>-</u>		<u>2,918,492</u>
	<u>\$ 17,760,837</u>	<u>\$ 1,146,210</u>	<u>\$ 288,080</u>		<u>\$ 18,618,967</u>

*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

11. *Tangible capital assets (continued)*

	Net Book Value 2014	Net Book Value 2013
General Capital Fund		
Land	\$ 1,008,829	\$ 1,008,829
Buildings	846,193	922,974
Engineering structures	13,352,896	13,358,512
Machinery and equipment	1,844,983	1,598,247
Recreational facilities	<u>1,161,688</u>	<u>1,196,703</u>
	<u>18,214,589</u>	<u>18,085,265</u>
Water Capital Fund		
Transmission and distribution	<u>4,808,583</u>	<u>4,964,026</u>
Sewer Capital Fund		
Land	253,731	253,731
Sewer system and lagoon	<u>4,970,203</u>	<u>5,131,110</u>
	<u>5,223,934</u>	<u>5,384,841</u>
	<u>\$ 28,247,106</u>	<u>\$ 28,434,132</u>

a) Contributed tangible capital assets

The value of contributed tangible capital assets during the year was \$-NIL (2013 - \$1,336,379).

b) Write-down of tangible capital assets

The write-down of tangible capital assets during the year was \$283,016 (2013 - \$31,508).

**12. Accumulated surplus**

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

	<u>2014</u>	<u>2013</u>
<b>Surplus:</b>		
<b>General Operating Fund</b>		
Balance, beginning of year	\$ 1,842,152	\$ 4,813,961
Project costs	(44,773)	(203,405)
General operations transfer - surplus (deficit)	<u>374,596</u>	<u>( 2,768,404)</u>
Balance, end of year	<u>2,171,975</u>	<u>1,842,152</u>
<b>Sewer Operating Fund</b>		
Balance, beginning of year	200,354	165,149
General operations transfer - surplus (deficit)	<u>73,168</u>	<u>35,205</u>
Balance, end of year	<u>273,522</u>	<u>200,354</u>
<b>Water Operating Fund</b>		
Balance, beginning of year	245,525	181,099
General operations transfer - surplus (deficit)	<u>52,916</u>	<u>64,426</u>
Balance, end of year	<u>298,441</u>	<u>245,525</u>
Surplus balance end of year	2,743,938	2,288,031
Equity in tangible capital assets	<u>26,572,287</u>	<u>26,647,978</u>
Total surplus	<u>\$ 29,316,225</u>	<u>\$ 28,936,009</u>
<b>Reserve Funds:</b>		
<b>Municipal Infrastructure</b>		
Balance, beginning of year	1,760,204	527,710
Project costs	(515,404)	(21,479)
Interest/transfers from operations	<u>185,994</u>	<u>1,253,973</u>
Balance, end of year	<u>1,430,794</u>	<u>1,760,204</u>
<b>Utility Infrastructure</b>		
Balance, beginning of year	1,934,659	202,396
Project costs	(492,144)	-
Interest/transfers from operations	<u>712,119</u>	<u>1,732,263</u>
Balance, end of year	<u>2,154,634</u>	<u>1,934,659</u>
<b>Parkland</b>		
Balance, beginning of year	3,678	3,678
Interest/transfers from operations	<u>39</u>	<u>-</u>
Balance, end of year	<u>3,717</u>	<u>3,678</u>
<b>Machinery &amp; Equipment</b>		
Balance, beginning of year	1,879,056	381,363
Project costs	(468,247)	(60,671)
Interest/transfers from operations	<u>181,364</u>	<u>1,558,364</u>
Balance, end of year	<u>1,592,173</u>	<u>1,879,056</u>

**12. Accumulated surplus (continued)**

**Woodlot**

Balance, beginning of year	148,594	146,885
Project costs	(16,553)	-
Interest/transfers from operations	<u>2,257</u>	<u>1,709</u>
Balance, end of year	<u>134,298</u>	<u>148,594</u>
 Total Reserves	 <u>\$ 5,315,616</u>	 <u>\$ 5,726,191</u>
Accumulated surplus and reserves	<u>\$ 34,631,841</u>	<u>\$ 34,662,200</u>

- a) Included in the General Operating Fund are internally restricted funds of \$430,000 (2013 - \$215,000) for the repayment of debenture debt in 2019.
- b) Included in the General Operating Fund are internally restricted funds of \$100,000 (2013 - \$100,000) for the purposes of planning.
- c) Included in the General Operating Fund are internally restricted funds of \$63,960 (2013 - \$55,106) to be used to fund Interior Health Transit expenses.

**13. Expenditures and expenses by object**

	<u>2014</u>	<u>2013</u>
Advertising and promotion	\$ 11,104	\$ 3,784
Amortization	1,146,210	1,101,190
Equipment and facilities	70,949	71,706
Debenture debt payments	85,515	110,022
Insurance	81,073	78,531
Interest	131,097	147,618
Loss (gain) on disposal of tangible capital assets	51,991	30,033
Memberships and licenses	9,728	12,136
Miscellaneous	316,648	282,110
Office supplies	16,868	17,044
Professional development	98,310	96,757
Professional services	727,578	616,428
Supplies and materials	458,067	375,797
Telephone and utilities	254,452	203,283
Wages and benefits	<u>1,764,138</u>	<u>1,604,781</u>
	<u>\$ 5,223,728</u>	<u>\$ 4,751,220</u>



*Notes to the Consolidated Financial Statements*  
*For the Year Ended December 31, 2014*

---

**14. Contingent liabilities and commitments**

a) Municipal pension plan

The District of 100 Mile House and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. The plan has about 182,000 active members and approximately 75,000 retired members. Active members include approximately 17 contributors from the District of 100 Mile House.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the Plan.

The District of 100 Mile House paid \$96,193 (2013 - \$83,966) for employer contributions to the plan in fiscal 2014.

b) Self-insurance plan

Commencing December 31, 1987, the District of 100 Mile House entered into a self insurance plan with other British Columbia municipalities. The District is obliged under the plan to pay a percentage of its fellow insured's losses. The District pays an annual premium, which is anticipated to be adequate to cover any losses incurred.

c) Joint and several liability

The District of 100 Mile House, as a member of the Cariboo Regional District, is jointly and severally liable under the provisions of Sections 815 and 816 of the Local Government Act for any default on monies borrowed by the Cariboo Regional District.

d) Rental agreement

The District has entered into the following rental agreement:

	Term	Expiry date	Annual lease cost
Photocopier	3 year	April 1, 2016	\$5,471

**15. Comparative figures**

Certain of the previous year's figures have been reclassified to conform with the current year financial statement presentation.