

2014

Annual Report



DISTRICT OF TUMBLER RIDGE

FOR THE YEAR ENDING DECEMBER 31, 2014



MISSION STATEMENT

Council is committed to excellence in government that reflects our citizens' interests, values and goals. We will strive to deliver quality public services in a proactive and responsible manner while ensuring our objectives are clearly communicated to our citizens. We will strive to strengthen and diversify our economy by balancing public safety, industrial development, environmental responsibility and sustainability.

DISTRICT OF TUMBLER RIDGE COUNCIL



Left to Right: Councillor Will Howe, Councillor Joanne Kirby, Councillor Mike Caisley, Mayor Don McPherson, Councillor Darryl Krakowka, Councillor Helen Scott, Councillor Rob Mackay.

Council holds its Regular Meetings on the first and third Wednesday of every month at 6:00 p.m. in Council Chambers at Town Hall located at 305 Iles Way.

Council meeting agendas are posted to the District website @ www.districtoftumbleridge.ca prior to meetings. The meetings are open to the public and everyone is welcome.

Council is the elected body representing the residents of Tumbler Ridge to provide leadership and to establish policies and priorities for the community.

For more information, contact the Municipal Office at 305 Iles Way, Tumbler Ridge, BC. Telephone: 250-242-4242 or by email at tradmin@dtr.ca

GOALS AND OBJECTIVES - 2014

Ensure Tumbler Ridge is a safe and healthy community

- 1.a Help police services meet the needs of the community
- 1.b Create and maintain fire rescue services that are equipped and trained to protect the community and its residents
- 1.c Be stewards of, and advocates for, maintaining and enhancing a high quality of natural environment
- 1.d Ensure emergency plans and response services are created, maintained, and coordinated as a first line of action in keeping the community and its residents safe

Be a sustainable community

- 2.a Maintain and expand infrastructure
- 2.b Be good stewards of our environment
- 2.c Support alternative and renewable energy opportunities
- 2.d Maintain the population base
- 2.e Enhance community identity and pride locally and promote it globally

Diversify economically

- 3.a Create a flourishing climate for new and existing businesses
- 3.b Promote commercial and industrial development
- 3.c Utilize local resources
- 3.d Pursue tourism opportunities
- 3.e Pursue rural opportunities

Maintain the high standards of planning established in the design of the community

- 4.a Continue to build on, and evolve from, the planning principles used to create Tumbler Ridge
- 4.b Maintain the aesthetic quality of the community
- 4.c Gain control over more land within the town site

Enhance the quality of life for residents

- 5.a Encourage and expand volunteerism
- 5.b Enhance outdoor recreation
- 5.c Create more indoor recreation opportunities
- 5.d Provide the best health and dental care possible
- 5.e Promote history, arts, culture, and promote roots
- 5.f Lobby for enhanced educational services
- 5.g Meet the needs of the elderly and special needs people
- 5.h Provide appropriate housing opportunities for everyone

Provide high quality service through outstanding governance

- 6.a Maintain a professional working environment
- 6.b Utilize sound business practices
- 6.c Establish clear direction and priorities through a strategic plan
- 6.d Attract and retain quality staff
- 6.e Be fiscally responsible
- 6.f Be open with the management and operation of the District

ADMINISTRATION

The Administration function of the District is managed by the Chief Administrative Officer (CAO), who is also accountable for the overall management and administration of the District of Tumbler Ridge. The CAO reports to the Mayor and Council and supervises the Senior Management Team of the District.

The CAO is responsible to ensure that Council is supported in its work of policy development and general governance of the District. As well, the CAO sets the tone for providing a positive working environment in which senior managers and their staff can implement the policies of Council, manage their budgets, and generally ensure that the directions of Council are carried out with a view to providing a broad and effective range of municipal services.

2014 was another year of positive progress in our municipal organization. Council's greatest priority from their 2012 Strategic Plan, the creation of a "Sustainability Plan", was completed and adopted in 2014. This plan will serve to provide Council with a long-term planning document that incorporates considerable community feedback in the identification of a series of interconnected growth and stabilizing strategies intended to ensure Tumbler Ridge's future as a vibrant, modern community.

The municipal election in 2014 resulted in a dramatic change around the Council table. Our new Mayor, Don McPherson, is now working alongside returning Councillors Mike Caisley and Rob Mackay, and new Councillors Will Howe, Darryl Krakowka, Joanne Kirby, and Helen Scott.

The construction of a new Visitor Information Centre began in 2014, with a completion date anticipated in mid-year 2015.

Unfortunately, the news in 2014 was not all positive. In the early part of 2014, both Walter Energy Inc. and Teck Coal Ltd. announced their intent to move into a "care and maintenance" role at their respective mining operations. Later in the year, Anglo-American followed suit. As a result, the community has been severely impacted with many families and support businesses affected by the resulting mining lay-offs. In response, the District has been working closely with several provincial agencies to expand tourism opportunities and to connect affected residents with new job opportunities and training. These efforts will continue into 2015.

In 2014, a total of 60 building permits were issued for a total value of \$2,710,379. These are encouraging statistics that continue to demonstrate that, in spite of the current economic slump, our community remains resilient with a modest level of growth.

During 2014, a number of staff changes occurred within the District operations. Chris Leggett joined the organization as the District's new Finance Manager and Ken Klikach moved from his position as our Building Official to that of our newly created Building Services Manager.

PROTECTIVE SERVICES

2014 was another busy year for the Tumbler Ridge Fire Department, with the TRFD responding to 177 calls, compared to 198 in 2013. These included 108 first responder calls, 26 reports of fire alarms ringing, eight motor vehicle incidents, two structure fires, one report of fire, four reports of smoke, two brush fires, four gas leaks/reports of a gas smell, and three ATV incidents. The TRFD performed fire safety inspections at 88 commercial and residential properties as well as completing 23 woodstove inspections.

2014 was also a milestone for some members of the TRFD. Deputy Fire Chief Diana Vandale completed her twentieth year of service, Firefighter Doug Beale completed his fifteen year of service, and Firefighter Mike Thibodeau completed his tenth year of service with the TRFD. Dustin Curry and Brandon Braam completed the Fire Officer 2 program through the Justice Institute of British Columbia. Firefighters Don Ross and Mike Thibodeau completed their NFPA 1001 Firefighter Level 2 training.

In addition to the regularly scheduled training, members of the TRFD participated in the Hazardous Materials Operations course in 2014. There were also two members of the TRFD who travelled to Grande Prairie for Live Fire training, and one officer attended the BC Fire Training Officer's Association Conference.

Members of the TRFD provided CPR training to students at Tumbler Ridge Secondary School. Members also participated in the Tumbler Ridge Fire Truck Pull, in support of United Way Northern BC, and provided a fireworks display for Canada Day celebrations. The Tumbler Ridge Firefighters fundraised for Muscular Dystrophy Canada throughout the year. The annual Muscular Dystrophy Boot Drive held during the August long weekend raised \$1,789.10, and the MD auction held during the Firefighter's Association AGM raised over \$1,115.00 towards finding a cure for neuromuscular disorders.

In October, the Fire Chief, Sparky and firefighters participated in Fire Prevention Week at Tumbler Ridge Elementary. They gave a presentation to each class from Kindergarten to Grade 3, and took time to discuss ATV safety with the older kids, focusing particularly on riding within one's skill level, and the importance of wearing a proper helmet. All kindergarten students were given smoke alarms to take home.

2014 STATISTICS

- Firefighters trained for a combined total of 1,859 hours
- Responded to 177 Calls
- Most calls between 8:00 and 9:00 pm
- Most calls in March
- Most calls on Saturday

BYLAW ENFORCEMENT

Fifty new business licenses were issued in 2014. There was continuous monitoring of all business advertisements to ensure all operating businesses obtained a current business license for 2014.

Received and addressed four noise complaints in 2014.

One dog within the District was deemed to be a Dangerous Dog, thirty-five written warning notices were issued, and twenty-two dogs were impounded. Three MTI fines were served. One of these tickets was disputed and was taken to court, with the judge upholding the ticket. One case was forwarded to Conservation and two cases were forwarded to the SPCA.

Two hundred and eighty five solid waste collection violations were corrected and four noise complaints were also received and dealt with.

Seventy-one informational brochures were issued to vehicles, and twenty-eight verbal interactions took place to correct parking violations. In addition, fifty MTI fines were served for various traffic violations.

Nine unsightly premise properties were successfully brought into compliance in 2014, and sixteen verbal interactions with ATV operators occurred with maps of the ATV trails being distributed.

OPERATIONS – PUBLIC WORKS AND ENGINEERING

The Public Works department provides efficient and effective maintenance of all aspects of the Districts infrastructure. This is achieved through short and long term planning to identify and address where new infrastructure and improvements are required.

IN 2014 THE FOLLOWING OBJECTIVES AND PROJECTS WERE PLANNED AND/OR IMPLEMENTED:

Water Treatment Plant Refurbishment which required substantial modifications and repairs to our existing infrastructure, replacement of filter media, new piping and new additions to the operating system was completed in 2014

Substantial changes have been made to our Transfer Station site that included utilizing bins for metal collection which has improved the safety for employees and the public with improved management of the metal we collect. Other changes were the management of other hazardous waste such as electronics and paints.

The bulk water and sanitary dump station control systems were completed and has improved the collection and management of data and improved control of the systems

The purchase and installation of a Fuel Delivery and Fuel Management system was completed in 2014 with the above ground, fully compliant fuel tank and pumping system. The new system will offer a much better and accountable fuel control system that will aid in our annual reporting.

Commercial Water Meters were continued to be installed in 2014 and will carry into 2015 with the intention of starting the collection and review of data on Commercial water use in 2016.

The replacement of playground equipment on Murray Drive was completed in 2014 and was well received by residents and children alike, this was a fantastic project to upgrade our playground facilities.

Hazard tree mitigation was again a priority for 2014 and with the assistance of an arborist and fallers we have done a great job of reducing the risk on our trails ,around our parks, the risk to private property and other areas of concern to the public, this was an extensive program for 2014 and although hazard trees will always be a concern it will be that much better to manage.

The Airport brushing and ditching were completed in 2014 and has improved visibility and security for the airport, there will need to be attention paid to the runway and asphalt conditions in the 2015 and subsequent years

Recycling has seen improvements in 2014 with more attention to electronics, paints and other hazardous waste, discussion with the PRRD in becoming a depot for MMBC has continued into 2015 with anticipation of further improvements that will continue to increase the efficiency of the operations.

With the previous improvements and changes to Public Works, continued emphasis on the Maintenance Strategy for our infrastructure and systems continues with the intent of introducing the Maintenance Scheduling document on a more formal basis in 2015 for implementation.

Public Works employees continue to do the tasks required on a regular basis for the upkeep and maintenance of our community, our employees take great pride in doing the work that enhances and keeps our community safe.

The District has been and continues to be involved with various groups and organizations that concern our community, one of which is the Murray River Watershed Cumulative Effects Assessment Steering Committee, this has been an important subject and is concentrated on the impact that we contribute to our environment that being Industry or Community on our water ways and ground water, this committee continues its work into 2015.

THE PUBLIC WORKS HAS SEVERAL OVERRIDING OBJECTIVES AND RESPONSIBILITIES THAT INCLUDE:

Communicating and cooperating with all other departments and the Public within the District

Continued training and development of our Public Works employees to insure we have the appropriate personal to oversee our infrastructure and facilities

Continue to deliver exceptional service to our residents and business and to adapt to the demand as our community grows and expands

Meet the needs of Council, administration and residents in assisting developers, other agencies and District staff where development plans have been approved

Strive to be more efficient, effective and to bring the best value to the taxpayer of our community

Work with regulatory agencies to be compliant and proactive in our constant goal of being environmentally responsible and improve where we can.

Continue working towards a clean and safe community we all take pride in.

Continue to expand and improve our delivery of recycling initiatives and programs

Implement and complete reviews on our most critical infrastructures such as the water supply lines, wastewater treatment systems and SCADA systems and bring forward the report on the state of the systems and recommendations to improve or replace our aging systems

Continue with GIS and Tangible Capital Asset Management planning and data collecting that will improve our ability to store and find the information in a more efficient manner.

COMMUNITY DEVELOPMENT

Northeast BC Community Coal & Energy Forum

The 10th annual Northeast BC Community Coal & Energy Forum was held in Chetwynd at their Recreation Centre. Tumbler Ridge and Chetwynd alternate hosting this event which highlights current and upcoming coal and energy activities in our two communities. The event was well attended by delegates from our resource industries, governments, key stakeholders and the general public.

TOURISM MARKETING & DEVELOPMENT

Tourism in Tumbler Ridge continues to have a huge potential for growth. Opportunities are countless in regards to our outdoor recreation options. Guided tours and rentals are one of the most frequent inquiries at the Visitor Centre every summer – ATV, snowmobile, horseback riding, kayaking and hiking. Visitor numbers were up at the Visitor Centre in 2014 over 2013. With our spectacular scenery, natural attractions and fossils we are the envy of many northern communities. Annual initiatives were upheld in print, radio, TV and web marketing ventures. The District continues to work with local recreational groups to enhance visitor's experiences in Tumbler Ridge.

RECREATION SERVICES

The Recreation Services Department is managed by the Community Centre. It is responsible for the Aquatic Centre, Weight Room, Golf Course and all recreational programs offered by the Community Centre. Our goal is to provide a wide range of sport and leisure activities to all residents and visitors alike to assist them in leading healthy, active and productive lives.

IN 2014 THE RECREATION SERVICES DEPARTMENT ACHIEVED NUMEROUS GOALS AND OBJECTIVES:

- Winter Carnival Community Event, January 20 - 26;
- Family Day Event, February 10;
- TR Idol during Arts and Culture week, April 20;
- Sneaker Day & Move for Health Day, May 10;
- Pitch-In-Week, May 12 - 16;
- 1st Annual Triathlon, May 30;
- 30th Anniversary Block Party, June 6;
- Canada Day, July 1, with new format and location;
- Worked with TR Days Society to put on 13th Annual Grizfest Music Festival, August 1 – 3;
- British Soccer Camp, August 11 – 14;
- Volunteer Appreciation BBQ September 13 with new format and location;
- Worked with United Way to host 2nd Annual Fire Truck Pull on September 13;
- Terry Fox Run, September 21;
- Community Illumination in TR, Torch Relay leading to Winter Games, November 24;
- Holly Jolly Christmas Event, December 4.

The Department remains committed to having qualified staff, maintaining and improving infrastructure, operating efficiently and economically, increasing usage within all areas of the Community Centre by offering great recreational and sports programs to all age groups.

FINANCE

The Finance department manages the financial transactions for the District. The department ensures that all monies are received, bills are paid and reporting requirements are fulfilled. The main objective of the Finance department is to provide accurate and timely financial information in order for Mayor and Council to make informed decisions. The Community Charter assigns statutory responsibility to the Financial Officer for this function. In addition to the aforementioned finance functions, the Chief Financial Officer is also responsible for the overall management of the Information Technology (IT) infrastructure.

THE FINANCE DEPARTMENT HAS SEVERAL KEY GOALS AND OBJECTIVES:

- To provide accurate and timely information so that Council and key stakeholders can make informed decisions;
- To improve financial procedures and internal controls through continuous review of policies and procedures and consultations with colleagues;
- To provide ongoing training and professional development of Finance staff;
- To improve the internal and external financial reporting.

STATEMENT OF 2014 PROPERTY TAX EXEMPTIONS

In accordance with Section 224 of the *Community Charter*, Council provides the following permissive property tax exemptions in the District of Tumbler Ridge.

Registered Owner	Roll Number	Civic Address	Exempt Tax Value
District of Tumbler Ridge (Grizzly Valley Saddle Club)	624.000	Mackenzie Way	\$ 7,545.34
District of Tumbler Ridge (Royal Canadian Legion)	645.000	380 Pioneer Loop	\$ 371.82
District of Tumbler Ridge (Gun Range)	50066.000	Crown Land File #8003743	\$ 127.53

In accordance with Section 226 of the *Community Charter*, Council provides the following revitalization property tax exemptions in the District of Tumbler Ridge.

Registered Owner	Roll Number	Civic Address	Exempt Tax Value
1058887 Alberta Ltd.	517.051	#1-320 Founders St.	\$ 1,187.69
1058887 Alberta Ltd.	517.052	#2-320 Founders St.	\$ 3,605.31
Ambyon Holdings Inc.	517.053	#3-320 Founders St.	\$ 1,110.90
0889108 BC Ltd.	620.100	108 Mesa Place	\$ 10,632.91
0912055 BC Ltd.	620.525	375 Southgate	\$ 9,534.65
Southpaw Rentals & Sales Inc.	620.105	120 Mesa Place	\$11,448.17

Triple K Safety Inc.	620.113	136 Mesa Place	\$3,212.00
Glenn Latimer Ltd.	535.010	207 Industrial Drive	\$12,555.23

In accordance with the *BC Assessment Act*, the following church properties receive statutory property tax exemptions in the District of Tumbler Ridge.

Registered Owner	Roll Number	Civic Address	Exempt Tax Value
TR Fellowship Baptist Church	543.001	115 Commercial Park	\$ 77.89
Pentecostal Assemblies of Canada	575.525	275 Murray Drive	\$ 175.65
Roman Catholic Episcopal Corporation	590.100	103 Commercial Park	\$ 190.11
Seventh Day Adventist	637.001	107 Commercial Park	\$ 35.82

Consolidated Financial Statements of



THE DISTRICT OF TUMBLER RIDGE

Year ended December 31, 2014



THE DISTRICT OF TUMBLER RIDGE

Consolidated Financial Statements

Year ended December 31, 2014

Financial Statements

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DISTRICT OF TUMBLER RIDGE

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the The District of Tumbler Ridge (the "District") are the responsibility of the District's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Canadian Institute of Chartered Professional Accountants. A summary of the significant accounting policies is described in Note 1 to the consolidated financial statements. 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.

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

Mayor and Council meet with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

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

Mr. Barry Elliott, *Chief Administrative Officer*

Mr. Christopher Leggett, *Finance Manager*

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INDEPENDENT AUDITORS' REPORT

To the Mayor and Council

Report on Financial Statements

We have audited the accompanying consolidated financial statements of the District of Tumbler Ridge (the "District"), which comprise the consolidated statement of financial position as at December 31, 2014 and the consolidated statement of operations and accumulated surplus, consolidated statement of change in net financial assets and consolidated statement of cash flows 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 consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

KPMG LLP is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. KPMG Canada provides services to KPMG LLP.



Opinion

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

KPMG LLP

Chartered Accountants

June 17, 2015

Prince George, Canada



THE DISTRICT OF TUMBLER RIDGE

Consolidated Statement of Financial Position

December 31, 2014, with comparative information for 2013

	2014	2013
Financial assets:		
Cash and cash equivalents (note 2)	\$ 20,177,355	\$ 17,486,647
Accounts receivable (note 3)	1,080,611	1,375,029
Municipal Finance Authority deposit	27,708	26,928
Land held for resale	1,369,803	1,369,803
Investment in Tumbler Ridge Community Forest Corp.(note 4)	326,235	176,299
	<u>22,981,712</u>	<u>20,434,706</u>
Financial liabilities:		
Accounts payable and accrued liabilities (note 5)	891,686	1,037,258
Deferred revenue (note 6)	45,166	346,447
Deposits and holdbacks (note 7)	413,710	378,691
Long-term debt, net of sinking fund assets (note 8)	1,653,927	1,790,620
Obligations under capital leases (note 9)	212,438	-
	<u>3,216,927</u>	<u>3,553,016</u>
Net financial assets	19,764,785	16,881,690
Non-financial assets:		
Tangible capital assets (note 10)	48,171,985	46,487,665
Inventory	62,665	48,790
Prepaid expenses	59,962	57,018
	<u>48,294,612</u>	<u>46,593,473</u>
Accumulated surplus (note 11)	<u>\$ 68,059,397</u>	<u>\$ 63,475,163</u>

Commitments (note 12)

Contingent liabilities (note 13)

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

On behalf of the District:



Mayor



Finance Manager



THE DISTRICT OF TUMBLER RIDGE

Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2014, with comparative information for 2013

	Budget	2014	2013
Revenue:			
Net taxation revenue (note 16)	\$ 10,561,054	\$ 10,573,029	\$ 9,928,392
Grants-in-lieu	139,772	139,885	120,984
Government transfers (note 17):			
Provincial	1,361,163	1,794,830	1,419,476
Federal	540,000	342,071	551,031
Regional district	80,000	113,294	80,392
Return on investment	112,790	186,163	107,721
Licenses, fines, and rentals	272,179	262,517	340,461
Sale of services	431,899	454,260	978,391
Water and sewer	1,009,118	1,038,420	974,643
Gain on sale of land	-	1,380	-
Equity in earnings of Tumbler Ridge Community Forest Corp. (note 4)	-	149,936	15,570
Total revenue	14,507,975	15,055,785	14,517,061
Expenses:			
General government services	2,127,849	2,116,519	1,750,577
Protective services	582,126	559,589	509,950
Transportation services	2,004,902	1,523,641	1,372,545
Environmental health services	328,112	480,159	366,213
Economic development services	476,644	274,032	387,080
Parks and recreation	2,355,544	2,153,071	2,175,130
Sanitary sewer services	248,771	199,791	148,537
Water services	468,805	376,519	305,171
Grants to other community organizations	276,600	273,866	340,478
Cemetery care	7,900	10,634	2,189
Interest	143,059	119,974	129,638
Amortization	2,000,000	2,383,756	1,975,781
Total expenses	11,020,312	10,471,551	9,463,289
Annual surplus	3,487,663	4,584,234	5,053,772
Accumulated surplus, beginning of year	63,475,163	63,475,163	58,421,391
Accumulated surplus, end of year	\$ 66,962,826	\$ 68,059,397	\$ 63,475,163

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



THE DISTRICT OF TUMBLER RIDGE

Consolidated Statement of Change in Net Financial Assets

Year ended December 31, 2014, with comparative information for 2013

	Budget	2014	2013
Annual surplus	\$ 3,487,663	\$ 4,584,234	\$ 5,053,772
Acquisition of tangible capital assets	-	(4,077,076)	(3,331,298)
Amortization of tangible capital assets	2,000,000	2,383,756	1,975,781
Proceeds on sale of tangible capital assets	-	10,380	-
Gain on sale of tangible capital assets	-	(1,380)	-
	5,487,663	2,899,914	3,698,255
Acquisition of inventory of supplies	-	(62,665)	(48,790)
Acquisition of prepaid expenses	-	(59,962)	(57,018)
Consumption of inventory of supplies	-	48,790	38,305
Use of prepaid expenses	-	57,018	216,231
	-	(16,819)	148,728
Change in net financial assets	5,487,663	2,883,095	3,846,983
Net financial assets, beginning of year	16,881,690	16,881,690	13,034,707
Net financial assets, end of year	\$ 22,369,353	\$ 19,764,785	\$ 16,881,690

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



THE DISTRICT OF TUMBLER RIDGE

Consolidated Statement of Cash Flows

Year ended December 31, 2014, with comparative information for 2013

	2014	2013
Cash provided by (used in):		
Operating activities:		
Annual surplus	\$ 4,584,234	\$ 5,053,772
Items not involving cash:		
Amortization of tangible capital assets	2,383,756	1,975,781
Gain on sale of land	(1,380)	-
Actuarial adjustment on debt	-	(17,232)
Earnings on Tumbler Ridge Community Forest Corp.	(149,936)	(15,570)
Change in non-cash operating assets and liabilities:		
Accounts receivable	294,419	(284,131)
Deposits - Municipal Finance Authority	(780)	(1,252)
Accounts payable and accrued liabilities	(145,572)	(193,607)
Deferred revenue	(301,281)	(380,623)
Deposits and holdbacks	35,019	74,230
Land held for resale	-	55,785
Inventory	(13,875)	(10,485)
Prepaid expenses	(2,944)	159,213
Net change in cash from operating activities	6,681,660	6,415,881
Capital activities:		
Proceeds on sale of tangible capital assets	10,380	-
Acquisition of tangible capital assets	(4,077,076)	(3,331,298)
Net change in cash from capital activities	(4,066,696)	(3,331,298)
Financing activities:		
Proceeds from obligations under capital lease	250,000	-
Long-term debt repaid	(136,694)	(114,206)
Repayment of obligations under capital lease	(37,562)	-
Net change in cash from financing activities	75,744	(114,206)
Increase in cash and cash equivalents	2,690,708	2,970,377
Cash and cash equivalents, beginning of year	17,486,647	14,516,270
Cash and cash equivalents, end of year	\$ 20,177,355	\$ 17,486,647

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



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements

Year ended December 31, 2014

The District of Tumbler Ridge (the "District") was incorporated on April 9, 1981 as a District Municipality under the Community Charter, formerly the Municipal Act, a statute of the Province of British Columbia. Its principal activities include the provision of local government services to residents in the incorporated area. These include administrative, protective, transportation, environmental, recreational, water, sanitary sewer and fiscal services.

1. Significant accounting policies:

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

(a) Basis of consolidation:

(i) Consolidated entities:

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the District and which are owned or controlled by the District.

The organization included in the District's financial statements is the Tumbler Ridge Public Library. Inter-departmental and inter-organizational transactions and balances between related entities and organizations have been eliminated.

(ii) Investment in Government Business Enterprise

The District's investment in the Tumbler Ridge Community Forest Corp. a wholly owned subsidiary, is accounted for on a modified equity basis, consistent with Canadian generally accepted accounting principles as recommended by PSAB. Under the modified equity basis, the Tumbler Ridge Community Forest Company Ltd.'s accounting policies are not adjusted to conform with those of the District and inter-organizational transactions and balances are not eliminated. The District recognizes its equity interest in the annual earnings or loss of the Tumbler Ridge Community Forest Company Ltd. in its consolidated statement of operations and accumulated surplus with a corresponding increase or decrease in its investment asset account. Any dividends that the District may receive from the Tumbler Ridge Community Forest Company Ltd. will be reflected as reductions in the investment asset account.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

1. Significant accounting policies (continued):

(a) Basis of consolidation (continued):

(iii) Accounting for Region and School Board transactions:

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the Region and the School Board are not reflected in these consolidated financial statements.

(iv) Trust funds:

Trust funds and their related operations administered by the District are not included in these consolidated financial statements.

(b) Basis of accounting:

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

(c) Cash equivalents:

Cash equivalents include short-term highly liquid investments with a term to maturity of 90 days or less at acquisition.

(d) Investments:

Investments included in cash equivalents are stated at the lower of cost and market value.

(e) Land held for resale:

Land held for resale is valued at the lower of cost or net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

1. Significant accounting policies (continued):

(f) Deferred revenue:

The District defers revenues that represent licenses, permits and other fees which have been collected, but for which the related services or inspections have yet to be performed. These amounts will be recognized as revenue in the fiscal year the services are performed.

Receipts restricted by the legislation of senior governments or by agreement with external parties are deferred and are refundable under certain circumstances. When qualifying expenses are incurred, amounts are recognized as revenue at amounts equal to qualifying expenses.

(g) Long-term debt:

Long-term debt is recorded net of related sinking fund balances.

(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) 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 assets including transportation, installation, design and engineering, site preparation and any betterment of the asset. Amortization is recorded on the basis of straight-line over the estimated useful life of the tangible capital asset commencing the first year of its productive use as follows:

Asset	Useful life - years
Buildings	1 - 80
Engineered infrastructure	1 - 100
Equipment	1 - 20
Furniture and fixtures	3 - 10
IT infrastructure	1 - 7
Land improvements	10 - 80
Vehicles	1 - 20



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

1. Significant accounting policies (continued):

(h) Non-financial assets (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 are recorded as revenue.

(iii) Natural resources

Natural resources that have not been purchased are not recognized as assets in the financial statements.

(iv) Works of art and cultural and historic assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

(v) Interest capitalization

The District does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.

(vi) Inventory

Inventories of supplies held for consumption are recorded at the lower cost and replacement cost.

(i) Revenue recognition:

The District recognizes revenue in accordance with the provisions of the Community Charter.

The District is required to act as an agent for the collection of certain taxes and fees imposed by other authorities. Collections for other authorities are excluded from the District's taxation revenues.

Investment income is reported as revenue in the period earned. When required by the funding agency or related Act, the income earned on deferred revenue is added to the investment and form part of the deferred revenue balances.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

1. Significant accounting policies (continued):

(j) Employee future benefits:

The District provides certain employee benefits which will require funding in future periods. These benefits include accrued wages, vacation, sick leave, and benefits under the Worker's Compensation Board. The obligations under these benefit plans are accrued on projected benefits as the employees renders services necessary to earn the future benefits.

The District and its employees participate in a Municipal Pension Plan. The costs of the multi-employer defined contribution pension plan are the employer's contributions due to the plan in the fiscal period.

(k) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses reported in the financial statements. Estimates include assumptions used in estimating grant revenues and receivables, and estimated historical cost and useful lives of tangible capital assets. Actual results could differ from these estimates.

(l) Budget:

The budget figures are from the Five Year Financial Plan Bylaw adopted by May 15 of each year. They have been allocated to conform to PSAB financial statement presentation. Subsequent amendments have been made by Council to reflect changes in the budget as required by law.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Cash and cash equivalents:

	2014	2013
Lakeview Credit Union		
Internally restricted	\$ 72,057	\$ 4,349,040
Unrestricted	2,628,169	10,588,994
	<u>2,700,226</u>	<u>14,938,034</u>
Municipal Finance Authority of British Columbia		
Internally restricted	17,477,129	2,548,613
	<u>\$ 20,177,355</u>	<u>\$ 17,486,647</u>

3. Accounts receivable:

	2014	2013
Federal government	\$ 98,543	\$ 168,071
Provincial government	-	428,684
Taxation		
Current	460,159	473,201
Arrears/delinquent	260,935	95,529
Accounts receivable - trade	260,974	209,544
	<u>\$ 1,080,611</u>	<u>\$ 1,375,029</u>



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

4. Investment in Tumbler Ridge Community Forest Corp.:

	2014	2013
Investment		
Investment in shares of the Corporation	\$ 200,000	\$ 200,000
Accumulated surplus (deficit)	126,235	(23,701)
Total investment	\$ 326,235	\$ 176,299

The following provides condensed supplementary financial information for the Tumbler Ridge Community Forest Corp. (the "Corporation") for the year ended December 31:

	2014	2013
(i) Financial position:		
Assets:		
Current	\$ 716,251	\$ 361,639
Capital	206	453
	\$ 716,457	\$ 362,092
Liabilities:		
Current	\$ 150,576	\$ 185,793
Long-term	239,646	-
Total liabilities	390,222	185,793
Equity:		
Share capital	200,000	200,000
Deficit	126,235	(23,701)
Total equity	326,235	176,299
Total liabilities and equity	\$ 716,457	\$ 362,092
(ii) Operations:		
Revenue	\$ 833,982	\$ 362,273
Expenses	684,046	346,703
	\$ 149,936	\$ 15,570



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

5. Accounts payable and accrued liabilities:

	2014	2013
Accounts payable - trade	\$ 484,802	\$ 711,816
Due to other governments	84,144	104,568
Payroll wages and benefits	299,144	197,278
Taxation	23,596	23,596
	<u>\$ 891,686</u>	<u>\$ 1,037,258</u>

6. Deferred revenue:

	2014	2013
Federal gas tax	\$ -	\$ 162,130
Operational	45,166	184,317
	<u>\$ 45,166</u>	<u>\$ 346,447</u>

7. Deposits and holdbacks:

	2014	2013
Building deposits	\$ 283,510	\$ 283,875
Holdbacks	109,467	74,083
Builders/Performance bonds	1,309	1,309
Land sale deposits	17,639	17,639
Other	1,785	1,785
	<u>\$ 413,710</u>	<u>\$ 378,691</u>



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

8. Long-term debt:

The District issues its debt instruments through the Municipal Finance Authority ("MFA") of British Columbia ("MFA"), pursuant to security issuing bylaws under authority of the Community Charter, to finance certain capital expenditures. Sinking fund balances, managed by the MFA, are used to reduce long-term debt.

Debt principal is reported net of sinking fund balances and accrued actuarial gains.

Terms, gross and net debt are as follows:

Debt	Bylaw number	Interest rate	Year of maturity	Gross debt	Sinking funds assets	Net debt 2014	Net debt 2013
General:							
Community Centre	542	4.85 %	2024	\$ 1,715,776	\$ 61,849	\$ 1,653,927	\$ 1,790,620

- (a) Principal and sinking fund payments due within the next five years and onward are as follows:

2015	\$ 114,206
2016	114,206
2017	114,206
2018	114,206
2019	114,206
Onward	571,025
	<u>1,142,055</u>
Estimated sinking fund income	511,872
	<u>\$ 1,653,927</u>

- (b) Sinking fund instalments are invested by the MFA and earn income which, together with principal payments, are expected to be sufficient to retire the sinking debt at maturity. For sinking fund agreements, the MFA has established either a normal sinking fund or a capital repayment equalization fund.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

9. Obligation under capital lease:

	2014	2013
General Fund:		
Year ending December 31:		
2015	\$ 52,656	\$ -
2016	52,656	-
2017	52,656	-
2018	52,656	-
2019	17,556	-
Total minimum lease payments	228,180	-
Less amount representing interest at 2%	15,742	-
Present value of net minimum capital lease payments	\$ 212,438	\$ -



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

10. Tangible capital assets:

2014

	Engineered infrastructure	Vehicles	Buildings	Equipment	IT infrastructure	Furniture & fixtures	Land & land improvements	Total
Cost:								
Balance, beginning of year	\$ 36,221,991	\$ 3,879,530	\$ 32,656,160	\$ 3,350,910	\$ 965,305	\$ 477,748	\$ 7,778,912	\$ 85,330,556
Additions	1,040,529	57,525	1,666,540	461,669	168,517	47,789	634,507	4,077,076
Disposals	-	-	-	-	-	-	(9,000)	(9,000)
Balance, end of year	37,262,520	3,937,055	34,322,700	3,812,579	1,133,822	525,537	8,404,419	89,398,632
Accumulated amortization:								
Balance, beginning of year	14,105,723	2,689,027	17,710,488	1,768,347	766,002	240,730	1,562,574	38,842,891
Amortization expense	706,792	150,072	837,362	520,871	36,371	46,140	86,148	2,383,756
Balance, end of year	14,812,515	2,839,099	18,547,850	2,289,218	802,373	286,870	1,648,722	41,226,647
Net book value, end of year	\$ 22,450,005	\$ 1,097,956	\$ 15,774,850	\$ 1,523,361	\$ 331,449	\$ 238,667	\$ 6,755,697	\$ 48,171,985



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

10. Tangible capital assets (continued):

	2013							Total
	Engineered infrastructure	Vehicles	Buildings	Equipment	IT infrastructure	Furniture & fixtures	Land & land improvements	
Cost:								
Balance, beginning of year	\$ 35,427,854	\$ 3,779,243	\$ 31,807,831	\$ 2,279,934	\$ 765,046	\$ 414,133	\$ 7,525,217	\$ 81,999,258
Additions	794,137	100,287	848,329	1,070,976	200,259	63,615	253,695	3,331,298
Balance, end of year	36,221,991	3,879,530	32,656,160	3,350,910	965,305	477,748	7,778,912	85,330,556
Accumulated amortization:								
Balance, beginning of year	13,452,991	2,522,893	16,896,483	1,563,196	711,079	201,869	1,518,599	36,867,110
Amortization expense	652,732	166,134	814,005	205,151	54,923	38,861	43,975	1,975,781
Balance, end of year	14,105,723	2,689,027	17,710,488	1,768,347	766,002	240,730	1,562,574	38,842,891
Net book value, end of year	\$ 22,116,268	\$ 1,190,503	\$ 14,945,672	\$ 1,582,563	\$ 199,303	\$ 237,018	\$ 6,216,338	\$ 46,487,665



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

11. Accumulated surplus:

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

	2014	2013
Surplus:		
Invested in tangible capital assets	\$ 46,305,620	\$ 44,697,045
Operating funds	14,955,392	12,366,884
Total surplus	61,261,012	57,063,929
Reserve funds set aside for specific purposes by Council:		
Stabilization	1,631,529	1,321,500
Equipment replacement	2,045,309	2,014,772
Land sales	496,806	489,389
Municipal buildings	28,402	27,978
RCMP building	89,317	87,983
Drainage	870,771	857,771
Parking	14,212	14,000
Water	523,009	515,200
Sewer	1,097,789	1,081,400
Cemetery maintenance	1,241	1,241
Total reserve funds	6,798,385	6,411,234
	\$ 68,059,397	\$ 63,475,163

12. Commitments:

The District has entered into capital leases for certain office equipment. The equipment is leased at \$1,450 per month under leases expiring in 2016.

13. Contingent liabilities:

(a) Peace River Regional District:

The District is responsible, as a member of the Peace River Regional District, for its proportional share of operating deficits or capital debt related to functions in which it participates. Management does not consider payment under this contingency to be likely and therefore no amounts have been accrued.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

13. Contingent liabilities (continued):

(b) Municipal Finance Authority:

The District issues debt instruments through the MFA. As a condition of these borrowings, the MFA requires that 1% of gross proceeds are deposited by the District into a debt reserve fund. The District is also required to execute demand notes in connection with each debenture whereby the District may be required to loan certain amounts to the MFA. These demand notes are contingent in nature and are not reflected in the accounts. The demand notes issued at December 31, 2014 totaled \$90,701 (2013 - \$90,701) issues debt instruments through the MFA.

(c) Municipal Insurance Association:

The District is a participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claims in excess of premiums received, it is possible that the District, along with the other participants, would be required to contribute towards the deficit. Management does not consider external payment under this contingency to be likely and therefore no amounts have been accrued.

(d) Legal claims:

The District is the defendant in various lawsuits. In the opinion of management, the overall estimation of loss is not determinable. These claims have not been provided for in the financial statements. Settlement, if any, made with respect to these actions would be expected to be expensed in the period in which realization is known.

(e) Pension liability:

The municipality 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 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 34 contributors from the District of Tumbler Ridge.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

13. Contingent liabilities (continued):

(e) Pension liability (continued):

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 the individual employers participating in the Plan.

The District of Tumbler Ridge paid \$240,728 (2013 - \$217,212) for employer contributions while employees contributed \$196,217 (2013 - \$181,370) to the plan in fiscal 2014.

(f) Other government authorities:

The District is obligated to collect and transmit property taxation levied on District of Tumbler Ridge taxpayers in respect of the following bodies:

- Ministry of Education, Province of British Columbia
- Peace River Regional Hospital District
- Peace River Regional District
- British Columbia Assessment Authority
- Municipal Finance Authority of British Columbia
- Royal Canadian Mounted Police

(g) Revenue stabilization:

The District of Tumbler Ridge has a large natural resource based property taxation base. As such, the natural resource markets can affect the taxation base substantially and can impact the District's ongoing operations in economic downturns. The District has established a stabilization reserve that could provide short term assistance in the event of such circumstances.

The largest three property taxation accounts provides 45% of the District's property taxation revenue, whereas the largest ten property taxation accounts provides 60% of the District's property taxation revenue.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

14. Segmented information:

Segmented information has been identified based upon lines of service provided by the District. District services are provided by departments and their activities are reported by functional area in the body of the consolidated financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

a) General Government:

The general government operations provides the functions of corporate administration, finance and legislative services and any other functions categorized as non-departmental in the District.

b) Protective Services:

Protective services is comprised of emergency management, fire department, bylaw services, building inspection and regulatory services.

c) Transportation Services:

Transportation services is responsible for a wide variety of services including the development and maintenance of the District's roadway systems through the Public Works department, snow removal, and street lighting.

d) Environmental Health Services:

Environmental health services is responsible for the operations of the transfer station, including the collection of waste and the disposal of waste in partnership with the Peace River Regional District.

e) Economic Development Services:

Economic development services is responsible for the economic development activities to attract and grow business within the District, along with tourism and marketing initiatives.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

14. Segmented information (continued):

f) Parks and Recreation:

Parks and recreation is responsible for the construction and maintenance of the District's parks, playgrounds and green spaces. It provides funding for the operation of the arena, pool and curling complex.

g) Water Services:

The water services installs and maintains water mains, pump stations and the water treatment plant. The treatment and distribution of water in the District through Public Works is included in this segment.

h) Sanitary Sewer Services:

The sewer services installs and maintains sewer mains, lift stations and the sewage treatment facility. The collection and treatment of sewage in the District through Public Works is included in this segment.

The following statement provides additional information for the foregoing functions. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

14. Segmented information (continued):

	2014									
	General Government	Protective Services	Transportation Services	Parks and Recreation	Environmental Health Services	Economic Development Services	Water Services	Sewer Services	Sanitary Services	Total
Revenues:										
Taxation	\$ 10,573,029	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,573,029
Grants in lieu	139,885	-	-	-	-	-	-	-	-	139,885
Sale of services	138,766	-	-	315,494	-	-	-	-	-	454,260
Investment income	186,163	-	-	-	-	-	-	-	-	186,163
Government transfers	2,250,195	-	-	-	-	-	-	-	-	2,250,195
Other	413,833	-	-	-	-	-	707,412	331,008	-	1,452,253
Total revenues	13,701,871	-	-	315,494	-	-	707,412	331,008	-	15,055,785
Expenses:										
Salaries, wages and employee benefits	769,791	310,486	882,980	1,458,156	238,011	57,346	164,882	63,320	63,320	3,944,972
Operating	1,419,771	237,824	629,109	634,936	-	209,389	211,637	136,471	136,471	3,479,137
Legislature	110,651	-	-	-	-	-	-	-	-	110,651
Amortization	2,383,756	-	-	-	-	-	-	-	-	2,383,756
Interest	119,314	-	-	-	-	-	-	-	-	119,314
Insurance	10,812	11,279	11,552	59,979	729	7,297	-	-	-	101,648
Professional fees	90,654	-	-	-	-	-	-	-	-	90,654
Garbage	-	-	-	-	241,419	-	-	-	-	241,419
Total expenses	\$ 4,904,749	\$ 559,589	\$ 1,523,641	\$ 2,153,071	\$ 480,159	\$ 274,032	\$ 376,519	\$ 199,791	\$ 199,791	\$ 10,471,551
Annual surplus (deficit)	\$ 8,797,122	\$ (559,589)	\$ (1,523,641)	\$ (1,837,577)	\$ (480,159)	\$ (274,032)	\$ 330,893	\$ 131,217	\$ 131,217	\$ 4,584,234



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

14. Segmented information (continued):

	2013									
	General Government	Protective Services	Transportation Services	Parks and Recreation	Environmental Health Services	Economic Development Services	Water Services	Sewer Services	Sanitary Services	Total
Revenues:										
Taxation	\$ 9,928,392	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,928,392
Grants in lieu	120,984	-	-	-	-	-	-	-	-	120,984
Sale of services	527,065	-	-	451,325	-	-	-	-	-	978,390
Investment income	107,721	-	-	-	-	-	-	-	-	107,721
Government transfers	2,050,899	-	-	-	-	-	-	-	-	2,050,899
Other	356,032	-	-	-	-	-	666,717	-	307,926	1,330,675
Total revenues	13,091,093	-	-	451,325	-	-	666,717	-	307,926	14,517,061
Expenses:										
Salaries, wages and employee benefits	637,575	291,837	865,766	1,449,061	208,436	64,031	137,775	-	51,511	3,705,992
Operating	1,300,441	204,528	499,074	657,686	-	314,861	167,396	-	97,026	3,241,012
Legislature	79,199	-	-	-	-	-	-	-	-	79,199
Amortization	1,975,781	-	-	-	-	-	-	-	-	1,975,781
Interest	129,638	-	-	-	-	-	-	-	-	129,638
Insurance	12,473	13,585	7,705	68,383	508	8,188	-	-	-	110,842
Professional fees	63,556	-	-	-	-	-	-	-	-	63,556
Garbage	-	-	-	-	157,269	-	-	-	-	157,269
Total expenses	\$ 4,198,663	\$ 509,950	\$ 1,372,545	\$ 2,175,130	\$ 366,213	\$ 387,080	\$ 305,171	\$ 148,537	\$ 159,389	\$ 9,463,289
Annual surplus (deficit)	\$ 8,892,430	\$ (509,950)	\$ (1,372,545)	\$ (1,723,805)	\$ (366,213)	\$ (387,080)	\$ 361,546	\$ 159,389	\$ 159,389	\$ 5,053,772



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

15. Trust funds:

The District of Tumbler Ridge administers the Alaska Challenge Snowmobile Safari '92 account funds on behalf of the Ridge Riders Snowmobile Club. The fund was created by excess revenue generated by the Alaska Challenge ride in 1992, organized by the Ridge Riders Snowmobile Club and the District of Tumbler Ridge. The fund is to be used to pay for groomer repairs and maintenance. The fund balance has not been incorporated into the consolidated financial statements of the District.

The District holds in trust the Cemetery Perpetual Care Fund as required by the Cremation, Interment and Funeral Services Act. The fund balance has not been incorporated into the consolidated financial statements of the District.

	2014	2013
Alaska Challenge account	\$ 2,043	\$ 3,652
Cemetery Perpetual Care account	281	281
	<u>\$ 2,324</u>	<u>\$ 3,933</u>

16. Net taxation revenue:

The District is required to collect taxes on behalf of and transfer the amounts to the government agencies below:

	2014	2013
Taxes collected:		
General purposes	\$ 10,573,029	\$ 9,928,392
Collection for other governments	3,657,308	3,539,863
	<u>14,230,337</u>	<u>13,468,255</u>
Transfers to other governments:		
Ministry of Education, Province of British Columbia	2,189,339	2,098,584
Peace River Regional Hospital District	613,786	598,915
Peace River Regional District	450,490	457,365
British Columbia Assessment Authority	103,091	100,966
Municipal Finance Authority of British Columbia	209	203
Royal Canadian Mounted Police	300,393	283,830
	<u>3,657,308</u>	<u>3,539,863</u>
	<u>\$ 10,573,029</u>	<u>\$ 9,928,392</u>



THE DISTRICT OF TUMBLER RIDGE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

17. Government transfers:

The District recognizes the transfer of government funding as expenses or revenues in the period that the events giving rise to the transfer occurred. The government transfers reported on the Statement of Financial Activities and Accumulated Surplus are as follows:

	2014	2013
Provincial grants:		
Unconditional	\$ 240,425	\$ 241,931
Stimulus	1,361,163	1,098,762
Miscellaneous	193,242	78,783
Subtotal provincial grants	1,794,830	1,419,476
Federal grant:		
Gas tax	323,516	528,574
Miscellaneous	18,555	22,457
Subtotal federal grants	342,071	551,031
Regional District:		
Waste management	113,294	80,392
Total revenue	\$ 2,250,195	\$ 2,050,899