

Deep Bay Improvement District
Consolidated Financial Statements
December 31, 2015

Deep Bay Improvement District Contents

For the year ended December 31, 2015

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Management's Responsibility

To the Board of Trustees of Deep Bay Improvement District:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian Public Sector Accounting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Trustees is composed entirely of Trustees who are neither management nor employees of the District. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Board to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically with, both the Board and management to discuss their audit findings.

March 16, 2016



Administrator

Independent Auditors' Report

To the Board of Trustees of Deep Bay Improvement District:

We have audited the accompanying consolidated financial statements of Deep Bay Improvement District, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, related schedules and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 the 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 auditors' judgment, including the assessment of the risks 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 entity'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 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Deep Bay Improvement District as at December 31, 2015 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Nanaimo, British Columbia

March 16, 2016

MNP LLP

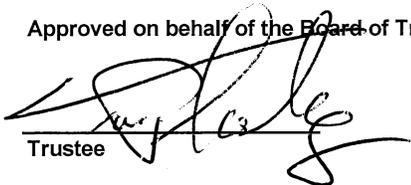
Chartered Professional Accountants

Deep Bay Improvement District Consolidated Statement of Financial Position

As at December 31, 2015

	2015	2014
<hr/>		
Financial Assets		
Cash	61,761	154,716
Short-term investments	1,338,806	1,111,440
Accounts receivable (Note 3)	48,245	30,248
	<hr/>	<hr/>
	1,448,812	1,296,404
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Financial Liabilities		
Accounts payable and accrued liabilities	24,359	21,399
Deferred revenue (Note 4)	7,742	4,889
Long-term debt (Note 5)	97,870	109,619
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	129,971	135,907
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Net Financial Assets	1,318,841	1,160,497
<hr/>		
Commitments (Note 12)		
<hr/>		
Non-Financial Assets		
Prepaid expenses	14,820	15,512
Inventory	8,786	10,980
Tangible capital assets (Note 6)	1,808,290	1,784,505
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	1,831,896	1,810,997
<hr/>		
Accumulated Surplus (Note 7)	3,150,737	2,971,494
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Approved on behalf of the Board of Trustees


Trustee


Trustee

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

Deep Bay Improvement District Consolidated Statement of Operations and Accumulated Surplus

For the year ended December 31, 2015

	2015 <i>Budget</i> <i>(Note 13)</i>	2015	2014
Revenues			
Parcel taxes and fire protection taxes <i>(Note 8)</i>	317,871	317,857	301,176
Sale of services	154,520	151,278	153,431
Investment income	5,000	19,776	16,047
Fire service revenue	3,000	21,500	16,500
Capital expenditure charges	-	5,400	6,500
Other income	500	7,454	6,730
	480,891	523,265	500,384
Expenses			
Amortization	-	99,793	95,257
Equipment - firefighting	7,800	14,820	9,254
Insurance	16,500	15,874	16,129
Interest on long-term debt	-	4,555	5,054
Office expenses	11,965	12,048	9,609
Professional fees	12,400	18,826	19,001
Repairs and maintenance	37,100	36,917	23,110
Travel and training	15,370	7,478	9,848
Utilities	18,615	17,007	17,489
Vehicle expense	30,820	17,269	11,321
Wages and benefits	114,222	99,435	96,700
	264,792	344,022	312,772
Annual surplus	216,099	179,243	187,612
Accumulated surplus, beginning of year	2,971,494	2,971,494	2,783,882
Accumulated surplus, end of year	3,187,593	3,150,737	2,971,494

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

Deep Bay Improvement District
Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2015

	2015 <i>Budget</i> <i>(Note 13)</i>	2015	2014
Annual surplus	216,099	179,243	187,612
Acquisition of tangible capital assets	(139,767)	(123,578)	(45,752)
Amortization	-	99,793	95,257
	76,332	155,458	237,117
Decrease in prepaid expenses	-	692	923
Decrease in inventory	-	2,194	1,039
	-	2,886	1,962
Change in net financial assets	76,332	158,344	239,079
Net financial assets, beginning of year	1,160,497	1,160,497	921,418
Net financial assets, end of year	1,236,829	1,318,841	1,160,497

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

Deep Bay Improvement District Consolidated Statement of Cash Flows

For the year ended December 31, 2015

	2015	2014
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	179,243	187,612
Amortization	99,793	95,257
	279,036	282,869
Changes in non-cash operating balance		
Accounts receivable	(17,997)	(2,840)
Prepaid expenses	692	923
Inventory	2,194	1,039
Accounts payable and accrued liabilities	2,960	(43,478)
Deferred revenue	2,853	(299)
	(9,298)	(44,655)
Net cash provided by operating activities	269,738	238,214
Investing activities		
Cash used to acquire tangible capital assets	(123,578)	(45,752)
Financing activities		
Purchase of short-term investments	(227,366)	(66,980)
Repayment of long-term debt	(11,749)	(11,260)
	(239,115)	(78,240)
Increase (decrease) in cash resources	(92,955)	114,222
Cash resources, beginning of year	154,716	40,494
Cash resources, end of year	61,761	154,716

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

Deep Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

1. Incorporation and operations

The Deep Bay Improvement District ("District") was incorporated on March 10, 1972 and is subject to the provisions contained in the Local Government Act, a statute of the British Columbia provincial government. The principal activities of the District are to provide water service and fire protection to the residents of the Deep Bay Improvement District and to maintain and repair all wells, water lines, and fire protection equipment associated with those services.

2. Significant accounting policies

Basis of presentation

It is the policy of the District to follow accounting principles accepted for British Columbia improvement districts and to apply such principles consistently. The consolidated financial statements have been prepared in accordance with the recommendations of the Public Sector Accounting Board of the CPA Canada. In accordance with these recommendations, the District has implemented the consolidation of all funds. The consolidated financial statements reflect the removal of internal transactions and balances.

Revenue recognition

Parcel taxes and fire protection taxes are recognized upon issuance of tax notices for the fiscal year. Sale of services revenue for water services are recognized on a quarterly basis as service is provided. Fire service revenue consists of funds received from the Provincial Emergency Program and are recognized upon completion of fire rescue services. Capital expenditure charges are recognized when levied. Interest and other income is recognized as revenue as earned on an accrual basis.

Deferred revenue

Deferred revenue consists of water revenues received in advance of billings and contributions received that are externally restricted for specific purposes.

Inventory

Inventory of supplies are recorded at the lower of cost and replacement cost. Cost is determined using the specific identification method.

Short-term investments

Short-term investments consist of various term deposits and are valued at cost.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the District is responsible for.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in surplus in the periods in which they become known.

Deep Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

2. Significant accounting policies (continued from previous page)

Tangible capital assets

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

	Rate
Buildings	20 to 50 years
Vehicles	10 to 20 years
Computer equipment	5 years
Maintenance equipment	10 years
Furniture and fixtures	10 years
Waterworks system	5 to 80 years
Communication equipment	10 years
Fire protection equipment	10 to 20 years

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt. Amortization is not taken until the asset is in use, and is taken at one-half of the normal rate in that first year. Land is not amortized.

Fund accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the District, the accounts are maintained on a fund accounting basis. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by the contributors or in accordance with the directives issued by the Board of Trustees.

Nine funds are maintained:

- 1) The Operating Fund - Water accounts for all the revenues and expenses related to the general and ancillary water services provided by the District.
- 2) The Operating Fund - Fire accounts for all revenues and expenses related to the general and ancillary fire protection services provided by the District.
- 3) The Capital Fund - Water accounts for all the tangible capital of the District used in the provision of water services by the District and presents the flow of funds related to their acquisition and disposal, unexpended capital resources and debt commitments.
- 4) The Capital Fund - Fire accounts for all tangible capital assets of the District used in the provision of fire protection services by the District and presents the flow of funds related to their acquisition and disposal, unexpended capital resources and debt commitments.
- 5) The Restricted Reserve Fund – Water Capital consists of funds established by the Board of the District, under bylaw 201, to be used for expenditures related to the capital cost of providing, constructing, altering or expanding water facilities in order to service directly or indirectly, the development in respect to which the charges are fixed. These funds, and interest earned thereon, must only be invested and disbursed by bylaw passed by the Board of Trustees.
- 6) The Restricted Reserve Fund – Water Renewal consists of funds established by the Board of the District under bylaw 205, to be used for expenditures related to the upgrading, replacement or renewal of existing tangible capital assets used in the provision of water services by the District. These funds, and interest earned thereon, must only be invested and disbursed by bylaw passed by the Board of the District.
- 7) The Internally Restricted Reserve Fund - Water Renewal consists of funds established by the Board of the District to be used for expenditures related to the upgrading, replacement or renewal of existing tangible capital assets used in the provision of water services by the District. These funds, and interest earned thereon, must only be invested and disbursed when approved by the Trustees.
- 8) The Internally Restricted Reserve Fund - Fire Protection Capital consists of funds established by the Board of the District to be used for expenditures related to the upgrading, replacement or renewal of existing tangible capital assets used in the fire protection services by the District. These funds, and interest earned thereon, must only be invested and disbursed when approved by the Trustees.

Deep Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

2. Significant accounting policies (continued from previous page)

- 9) The Internally Restricted Reserve Fund - Fire Hall Building Fund consists of funds established by the Board of the District to be used for expenditures related to the upgrading, or potential replacement of the existing Fire Hall used in the fire protection services by the District. These funds, and interest earned thereon, must only be invested and disbursed when approved by the Trustees.

Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the District is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at December 31, 2015.

At each financial reporting date, the District reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The District continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Recent accounting pronouncements

PS 2200 Related Party Disclosures

In March 2015, as part of the CPA Canada Public Sector Accounting Handbook Revisions Release No. 42, the Public Sector Accounting Board (PSAB) issued a new standard, PS 2200 Related Party Disclosures.

This new Section defines related party and established disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements.

This section is effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted.

The District does not expect application of the new Standard to have a material effect on the financial statements.

PS 3210 Assets

In June 2015, new PS 3210 Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section provides guidance for applying the definition of assets set out in PS 1000 Financial Statement Concepts. The main features of this standard are as follows:

Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.

Economic resources can arise from such events as agreements, contracts, other government's legislation, the government's own legislation, and voluntary contributions.

The public is often the beneficiary of goods and services provided by a public sector entity. Such assets benefit public sector entities as they assist in achieving the entity's primary objective of providing public goods and services.

A public sector entity's ability to regulate an economic resource does not, in and of itself, constitute control of an asset, if the interest extends only to the regulatory use of the economic resource and does not include the ability to control access to future economic benefits.

A public sector entity acting as a trustee on behalf of beneficiaries specified in an agreement or statute is merely administering the assets, and does not control the assets, as future economic benefits flow to the beneficiaries.

Deep Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

2. Significant accounting policies (continued from previous page)

PS 3210 Assets (continued from previous page)

An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another Handbook Section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

The District does not expect application of the new Standard to have a material effect on the financial statements.

PS 3320 Contingent Assets

In June 2015, new PS 3320 Contingent Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section establishes disclosure standards on contingent assets. The main features of this Standard are as follows:

Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset.

Passing legislation that has retroactive application after the financial statement date cannot create an existing condition or situation at the financial statement date.

Elected or public sector entity officials announcing public sector entity intentions after the financial statement date cannot create an existing condition or situation at the financial statement date.

Disclosures should include existence, nature, and extent of contingent assets, as well as the reasons for any non-disclosure of extent, and the bases for any estimates of extent made.

When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such a disclosure would have an adverse impact on the outcome.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

The District does not expect application of the new Standard to have a material effect on the financial statements.

PS 3380 Contractual Rights

In June 2015, new PS 3380 Contractual Rights was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). This new Section establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this Standard are as follows:

Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.

Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.

Disclosures should include descriptions about nature, extent, and timing.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

The District does not expect application of the new Standard to have a material effect on the financial statements.

Deep Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

2. Significant accounting policies (continued from previous page)

PS 3430 Restructuring Transactions

In June 2015, new PS 3430 Restructuring Transactions was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section establishes disclosure standards on contingent assets. The main features of this Standard are as follows:

A restructuring transaction is defined separately from an acquisition. The key distinction between the two is the absence of an exchange of consideration in a restructuring transaction.

A restructuring transaction is defined as a transfer of an integrated set of assets and/or liabilities, together with related program or operating responsibilities that does not involve an exchange of consideration.

Individual assets and liabilities transferred in a restructuring transaction are derecognized by the transferor at their carrying amount and recognized by the recipient at their carrying amount with applicable adjustments.

The increase in net assets or net liabilities resulting from recognition and derecognition of individual assets and liabilities received from all transferors, and transferred to all recipients in a restructuring transaction, is recognized as revenue or as an expense.

Restructuring-related costs are recognized as expenses when incurred.

Individual assets and liabilities received in a restructuring transaction are initially classified based on the accounting policies and circumstances of the recipient at the restructuring date.

The financial position and results of operations prior to the restructuring date are not restated.

Disclosure of information about the transferred assets, liabilities and related operations prior to the restructuring date by the recipient is encouraged but not required.

The Section is effective for new restructuring transactions that occur in fiscal periods beginning on or after April 1, 2018. Earlier application is encouraged.

The District does not expect application of the new Standard to have a material effect on the financial statements

3. Accounts receivable

	2015	2014
Trade accounts receivable	35,803	23,200
GST receivable	12,442	7,048
	48,245	30,248

4. Deferred revenue

	2015	2014
Prepaid water billings	5,207	4,289
Deferred contributions – fire hall building	2,535	600
	7,742	4,889

Deep Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

5. Long-term debt

	2015	2014
Province of British Columbia; repayable in annual instalments of \$16,518 including interest at 4.35%, matures July 2022 and is unsecured	97,870	109,619

Principal repayments on long-term debt are estimated as follows:

2016	12,260
2017	12,794
2018	13,350
2019	13,931
2020	14,537
2021 and subsequent	30,998
	97,870

6. Tangible capital assets

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Land	14,327	-	14,327	14,327
Buildings	87,770	53,574	34,196	36,333
Vehicles	462,360	259,937	202,423	222,640
Computer equipment	13,188	12,252	936	1,390
Maintenance equipment	44,659	13,924	30,735	9,726
Furniture and fixtures	13,936	12,678	1,258	1,667
Waterworks system	3,402,559	1,956,783	1,445,776	1,430,977
Communication equipment	41,323	32,994	8,329	7,394
Fire protection equipment	161,867	91,557	70,310	60,051
	4,241,989	2,433,699	1,808,290	1,784,505

See Schedules 1 and 2 for more information.

Deep Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

7. Accumulated surplus

The District segregates its accumulated surplus into the following categories:

	2015	2014
Fund balances		
Operating Fund - Water	193,818	201,468
Operating Fund - Fire Protection	183,805	151,742
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Total operating funds	377,623	353,210
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Restricted Reserve Fund - Water Capital	347,856	337,682
Restricted Reserve Fund - Water Renewal	304,754	241,439
Internally Restricted Reserve Fund - Water Renewal	93,695	91,808
Internally Restricted Reserve Fund - Fire Protection Capital	303,352	272,469
Internally Restricted Reserve Fund - Fire Hall Building Fund	13,039	-
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Total reserve funds	1,062,696	943,398
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Capital Fund - Water	1,502,507	1,468,388
Capital Fund - Fire Protection	207,911	206,498
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Equity in Tangible Capital Assets (Note 9)	1,710,418	1,674,886
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	3,150,737	2,971,494
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8. Parcel taxes and fire protection taxes

	<i>2015 Budget</i>	2015	2014
Parcel tax	140,242	140,242	140,052
Fire protection taxes	161,119	161,119	161,124
Fire hall building taxes	16,510	16,496	-
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	317,871	317,857	301,176
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Deep Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

9. Equity in tangible capital assets

Equity in tangible capital assets represents the net book value of the total tangible capital assets less long-term debt obligations assumed to acquire those assets. The change in consolidated equity in tangible capital assets is as follows:

	2015	2014
Beginning balance	1,674,886	1,713,131
Tangible capital asset acquisitions	123,578	45,752
Debt principal repayment	11,739	11,260
Amortization	(99,793)	(95,257)
	1,710,410	1,674,886

10. Financial instruments

The District as part of its operations carries a number of financial instruments. The District's financial instruments consist of cash, short-term investments, accounts receivable, accounts payable and accrued liabilities and long-term debt. It is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments.

11. Environmental liabilities

The District makes every reasonable effort to comply with all environmental regulations that apply to its operations. These regulations may require future expenditures to meet applicable standards. Amounts required to meet these obligations will be charged to operations or set aside as future reserves when they can be reasonably estimated.

12. Commitments

The District has two years remaining on a five year contract with a contractor with estimated minimum annual payments as follows:

2016	\$29,400
2017	\$29,973

13. Budget figures

Budget figures represent the budget adopted by the Board on October 15, 2014. The following schedule reconciles the consolidated surplus as presented in the budget as approved by the Board to the consolidated surplus for the year as shown on the Consolidated Statement of Operations and Accumulated Surplus.

Budget as approved by the Board	7,747
Transfer to reserves	208,352
Surplus for the year, as per the Consolidated Statement of Operations and Accumulated Surplus	216,099

Deep Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

14. Change in accounting policy

Effective January 1, 2015, the District adopted the recommendations in PS 3260 *Liabilities for Contaminated Sites*, as set out in the Canadian public sector accounting standards. Pursuant to the recommendations, the change was applied prospectively, and prior periods have not been restated.

Previously, no accounting policy existed to account for a liability for contaminated sites. Under the new recommendations, the District is required to recognize a liability for contaminated sites when economic benefits will be given up, as described in Note 2, *Significant Accounting Policies*.

There was no effect on the District's financial statements from adopting the above-noted change in accounting policy.

Deep Bay Improvement District
Schedule of Tangible Capital Assets - Waterworks

For the year ended December 31, 2015

Schedule 1

	Land	Buildings	Vehicles	Computer equipment	Maintenance equipment	Furniture and fixtures	Waterworks system	Totals	
								2015	2014
Cost									
Balance, beginning of year	7,164	37,020	5,000	11,580	20,508	3,522	3,324,869	3,409,663	3,366,727
Add:									
Additions during the year	-	-	-	-	24,151	-	77,690	101,841	42,936
Transfers in	-	-	-	-	-	-	-	-	-
Less:									
Disposals during the year	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Write downs	-	-	-	-	-	-	-	-	-
Balance, end of year	7,164	37,020	5,000	11,580	44,659	3,522	3,402,559	3,511,504	3,409,663
Accumulated amortization									
Balance, beginning of year	-	20,356	2,366	11,072	10,782	2,807	1,893,892	1,941,275	1,877,229
Add:									
Amortization	-	1,122	254	203	3,142	110	62,891	67,722	64,046
Less:									
Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Balance, end of year	-	21,478	2,620	11,275	13,924	2,917	1,956,783	2,008,997	1,941,275
Net book value of tangible capital assets	7,164	15,542	2,380	305	30,735	605	1,445,776	1,502,507	1,468,388

Deep Bay Improvement District
Schedule of Tangible Capital Assets - Fire Protection

For the year ended December 31, 2015

Schedule 2

								Totals			
	Land	Buildings	Vehicles	Computer equipment	Furniture and fixtures	Communication equipment	Fire protection equipment	2015	2014		
Cost											
Balance, beginning of year	7,163	50,750	456,671	1,608	10,414	38,978	143,164	708,748	705,932		
Add:											
Additions during the year			689			2,345	18,703	21,737	2,816		
Less:											
Disposals during the year								-	-		
Balance, end of year	7,163	50,750	457,360	1,608	10,414	41,323	161,867	730,485	708,748		
Accumulated amortization											
Balance, beginning of year	-	31,081	236,665	726	9,462	31,584	83,113	392,631	361,420		
Add:											
Amortization	-	1,015	20,652	251	299	1,410	8,444	32,071	31,211		
Less:											
Accumulated amortization on disposals								-	-		
Balance, end of year	-	32,096	257,317	977	9,761	32,994	91,557	424,702	392,631		
Net book value of tangible capital assets	7,163	18,654	200,043	631	653	8,329	70,310	305,783	316,117		
		Maintenance equipment	Waterworks system								
Net book value of tangible capital assets - schedule 1	30,735	1,445,776	7,164	15,542	2,380	305	605	-	-	1,502,507	1,468,388
Total net book value of tangible capital assets	30,735	1,445,776	14,327	34,196	202,423	936	1,258	8,329	70,310	1,808,290	1,784,505

Deep Bay Improvement District
Schedule of Operations and Changes in Fund Balances - Waterworks

For the year ended December 31, 2015

Schedule 3

						Totals		
	Operating Fund - Water	Capital Fund - Water	Restricted Revenue Fund - Water Capital	Restricted Reserve Fund - Water Renewal	Internally Restricted Reserve Fund - Water Renewal	2015	2015 Budget	2014
Revenue								
Parcel taxes	-	-	-	140,242	-	140,242	140,242	140,052
Water tolls	148,730	-	-	-	-	148,730	153,020	150,913
Connection fees	2,548	-	-	-	-	2,548	1,500	2,518
Interest	2,510	-	4,774	4,157	1,887	13,328	100	10,577
Other income	980	-	-	-	-	980	500	957
Penalties and interest	6,024	-	-	-	-	6,024	4,500	5,773
Capital expenditure charge	-	-	5,400	-	-	5,400	-	6,500
	160,792	-	10,174	144,399	1,887	317,252	299,862	317,290
Expenses								
Advertising	352	-	-	-	-	352	150	811
Amortization	-	67,722	-	-	-	67,722	-	64,046
Association dues	-	-	-	-	-	-	50	50
Audit	7,429	-	-	-	-	7,429	7,500	7,350
Building repairs	2,757	-	-	-	-	2,757	3,400	5,826
Insurance	14,906	-	-	-	-	14,906	15,500	15,161
Licences	2,494	-	-	-	-	2,494	3,000	2,124
Mileage	1,044	-	-	-	-	1,044	1,200	619
Office expense	6,622	-	-	-	-	6,622	6,790	5,774
Professional fees	7,538	-	-	-	-	7,538	1,000	7,976
Repairs and maintenance	26,455	-	-	3,394	-	29,849	24,200	13,525
Seminars and training	125	-	-	-	-	125	2,000	-
Telephone	520	-	-	-	-	520	500	486
Utilities	16,149	-	-	-	-	16,149	16,915	15,655
Trustee remuneration	6,200	-	-	-	-	6,200	6,200	6,200
Wages	72,235	-	-	-	-	72,235	84,022	69,500
	164,826	67,722	-	3,394	-	235,942	172,427	215,103
Annual surplus (deficit)	(4,034)	(67,722)	10,174	141,005	1,887	81,310	127,435	102,187
Fund balance								
Balance beginning	201,469	1,468,387	337,682	241,439	91,808	2,340,785	2,340,785	2,218,398
Purchase of tangible capital assets	(24,152)	101,842	-	(77,690)	-	-	-	-
Interfund transfers	20,535	-	-	-	-	20,535	20,535	20,200
Ending balance	193,818	1,502,507	347,856	304,754	93,695	2,442,630	2,488,755	2,340,785

Deep Bay Improvement District
Schedule of Operations and Changes in Fund Balances - Fire Protection

For the year ended December 31, 2015

Schedule 4

					Totals		
	Operating Fund - Fire Protection	Capital Fund - Fire Protection	Internally Restricted Reserve Fund - Fire Protection Capital	Internally Restricted Reserve Fund - Fire Hall Building Fund	2015	2015 Budget	2014
Revenue							
Fire protection taxes	161,119	-	-	16,496	177,615	177,629	161,124
Fire service revenue	21,500	-	-	-	21,500	3,000	16,500
Interest	3,258	-	3,139	51	6,448	400	5,470
Other income	450	-	-	-	450	-	-
	186,327	-	3,139	16,547	206,013	181,029	183,094
Expenses							
Amortization	-	32,071	-	-	32,071	-	31,211
Association dues	-	-	-	-	-	325	248
Audit	3,859	-	-	-	3,859	3,900	3,675
Building repairs	1,507	-	-	-	1,507	1,300	1,442
Equipment - firefighting	6,847	-	4,465	-	11,312	7,800	9,254
Honorariums	21,000	-	-	-	21,000	21,000	21,000
Insurance	968	-	-	-	968	1,000	968
Interest on long-term debt	4,555	-	-	-	4,555	-	5,054
Mileage	138	-	-	-	138	600	229
Office expense	1,360	-	-	-	1,360	1,650	602
Repairs and maintenance	2,804	-	-	3,508	6,312	8,200	1,263
Seminars and training	7,215	-	-	-	7,215	11,570	9,000
Service awards and clothing	1,221	-	-	-	1,221	3,000	1,054
Telephone	337	-	-	-	337	1,200	1,348
Vehicle expense	16,225	-	-	-	16,225	30,820	11,316
	68,036	32,071	4,465	3,508	108,080	92,365	97,664
Annual surplus (deficit)	118,291	(32,071)	(1,326)	13,039	97,933	88,664	85,430
Fund balance							
Balance beginning	151,742	206,498	272,469	-	630,709	630,709	565,479
Purchase of tangible capital assets	(2,344)	21,735	(19,391)	-	-	13,257	-
Transfer of long-term debt payment	(11,749)	11,749	-	-	-	-	-
Interfund transfers	(72,135)	-	51,600	-	(20,535)	(20,535)	(20,200)
Ending balance	183,805	207,911	303,352	13,039	610,174	712,095	630,709

Deep Bay Improvement District
Schedule of Reserve Funds

For the year ended December 31, 2015

Schedule 5

							Totals	
	Restricted Reserve Fund - Water Capital	Restricted Reserve Fund - Water Renewal	Internally Restricted Reserve Fund - Water Renewal	Internally Restricted Reserve Fund - Fire Protection Capital	Internally Restricted Reserve Fund - Firehall Building Fund		2015	2014
Beginning balance	337,682	241,439	91,808	272,469	-		943,398	785,934
Transfer in	-	-	-	51,600	13,039		64,639	43,784
Parcel taxes	-	140,242	-	-	-		140,242	140,052
Purchases	-	(81,084)	-	(23,856)	-		(104,940)	(44,766)
Capital expenditure charge	5,400	-	-	-	-		5,400	6,500
Interest income	4,774	4,157	1,887	3,139	-		13,957	11,894
Ending balance	347,856	304,754	93,695	303,352	13,039		1,062,696	943,398