

2012 ANNUAL REPORT



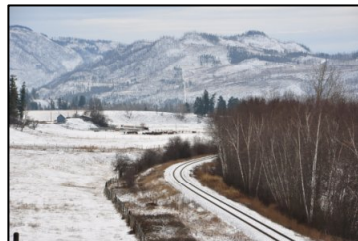
Introduction to the 2012 Annual Report

Section 98 of the Community Charter requires the District of Barriere to prepare an annual report regarding financial and operational information.

This annual report includes a progress report respecting the previous year in relation to objectives and measures established for that year. The report also sets out current and future year objectives and measures. This results in a rolling three-year reporting cycle for identifying our achievement of objectives for the previous year, and then setting objectives and measures for the current and following year.

Section 99 of the Community Charter requires that the Municipal Council annually consider, at a council meeting or other public meeting, the municipal annual report and any submissions or questions from the public.

We would like to “thank you” in advance for taking the time to review the District of Barriere’s 2012 Annual Report. Comments and feedback regarding this report or any other items that pertain to the District of Barriere are welcomed and encouraged and may be directed to our Administration or Finance Departments by calling 250.672.9751 or by email at inquiry@barriere.ca.



2012 District of Barriere Annual Report

TABLE OF CONTENTS

Introduction	1
Community Overview	3
Mayor & Council	4
Standing Committees	5
Administrative Activities & Highlights	7
Goals & Highlights	12
Barriere & District Volunteer Fire Department	19
Permissive Tax Exemptions	20
Consolidated Financial Statements	22

Council Strategic Plan

VISION

To nurture a safe, healthy and sustainable community through leadership that is inclusive and balanced.

MISSION

To provide municipal services that meet the growing needs and enrich the quality of life within our community.

VALUES

To conduct the business of the community with integrity, accountability and transparency.



Community Overview

Barriere, British Columbia is a growing, friendly and affordable community that currently boasts 1773 residents who enjoy an urban yet rural lifestyle. Barriere is located on the Yellowhead Highway, just 45 minutes north of Kamloops, BC. Barriere became a District Municipality on December 4, 2007. Barriere Council consists of the Mayor and six (6) Councillors. Local Government elections are held every three years and the next election is scheduled for the third Saturday in November, 2014.

Recreational opportunities are plentiful for enthusiasts of many activities including great fishing, spectacular hiking, canoeing and cross country skiing. Downhill skiing is very close at Sun Peaks Resort south of Barriere. Gentle walking trails are accessible from the town centre.

The North Thompson Fall Fair and Rodeo (NTFFR) has been held in the Barriere area every September since 1950. The overall content and success of the Fair is fueled by hundreds of volunteer hours logged all year round to make this the largest single event in the North Thompson Valley. Recent statistics reveal almost 10,000 visitors over the three-day affair. There are many events including, but not limited to, exhibits, live music, a logging show, 4H judging, pony chariot racing, a full rodeo and heavy horse exhibitions. The primary focus, however, is on agriculture making the NTFFR the largest agricultural show in B.C.'s interior. The recent construction of the Agri-Plex Building built in large part by community donations by the NTFFR, has enabled Barriere to welcome the *Provincial Winter Fair* and other highly anticipated events.

The *Celebration of the Arts* has grown into an annual event held in May or June of each year. It is ever-growing in popularity and the event showcases local artists in many mediums such as oil, water and acrylic painting, pottery, sculpting, glass work, quilting, weaving, photography, jewelry and First Nations skills in drum making, beading and pine needle basketry.

Upgrading of the District of Barriere parks is an ongoing objective for Council. Areas for leisure activities for our community residents and welcomed visitors are being improved and developed. The Barriere Bandshell hosted its first season of **Barriere Bandshell Fridays** showcasing many of the valley's incredible musical talent. The Bandshell will continue to host many local celebrations over the years; where local talent and entertainment can bring individuals and families together to enjoy the festivities, create traditions and make lasting memories.



Message from the Mayor



On behalf of Council, I am pleased to provide the citizens of the District of Barriere with the 2012 Annual Report.

We would like to thank our Chief Administrative Officer Colleen Hannigan and her staff for their very capable support on the many issues with which Council must grapple.

The District of Barriere is financially sound and continues a slow population growth. Going forward our goal is to continue to enhance the lifestyle Barriere offers while working to increase commerce in the area. The future is full of promise in the North Thompson and we will work with our neighboring communities to ensure prosperity for the future.

Bill Humphreys

Mayor, District of Barriere

Mayor & Council



*L-R: Councillor Glen Stanley,
Councillor Ward Stamer,
Councillor Virginia Smith,
Mayor Bill Humphreys,
Councillor Amanda Sabyan,
Councillor Pat Paula,
Councillor Bill Kershaw*

Our citizens are represented by an elected Council consisting of the Mayor and six Councillors. Council also meets to discuss civic matters in a more informal Committee structure. Members of the public join Council representatives on other Select Committees, as well.

Regular Council meetings are held at the District office at 7:00 pm on the first and third Monday of each month, unless otherwise advised.

Committee meetings are held throughout as needed.

Please visit www.barriere.ca for up to date meeting agendas and minutes.

Standing Committees

Public Safety and Community Services

Chair: Councillor Paula

Members: Councillor Sabyan, Councillor Smith, Councillor Stanley

Defined scope:

The Public Safety and Community Services Committee monitors and supports programs related to public safety and the environment, dealing with crime and fire prevention services, as well as the planning and delivery of fire services.

Finance and Audit & Parcel Tax Roll Review

Chair: Councillor Stanley

Members: Councillor Kershaw, Councillor Paula, Councillor Stamer

Defined scope:

The Finance and Audit Committee monitors and makes recommendations to all of Council on the District's financial matters.

Parks

Chair: Councillor Smith

Members: Councillor Paula, Councillor Sabyan, Councillor Stanley

Defined scope:

The Parks Committee coordinates the use and maintenance of existing parks and trails, as well as the planning and development of new parks and trails within the District.

Public Works


Co-Chair: Councillor Kershaw

Co-Chair: Councillor Stamer

Members: Councillor Paula, Councillor Smith

Defined scope:

The Public Works Committee monitors and supports the planning and delivery of water, wastewater, solid waste, roads, well head protection and pollution control services.



Development

Co-Chair: Councillor Stamer

Co-Chair: Councillor Kershaw

Members: Councillor Sabyan, Councillor Stanley

Public Members: Paul Morris, Shawn Fadear, Scott Kershaw, Murray Purcha, Carman Smith, TNRD Area 'O' Advisor Member

Defined scope:

The Development Committee monitors and supports the delivery of community and economic development programs; develops and coordinates the implementation of programs related to tourism and conventions, and coordinates the planning and implementation of town revitalization and business retention/development.

First Nations Liaison

Chair: Mayor Humphreys

Members: Councillor Kershaw, Councillor Smith, Councillor Stamer

Defined scope:

The First Nations Liaison Committee will meet with and continue to strengthen relations with Simpcw First Nation Band Council and community.

2012 Select Committees of Council

Bandshell

Chair: Councillor Sabyan

Members: Councillor Stanley, Steve Shannon, Marty Philibert, Bev Murphy, Barrie McLean, Wayne Broomfield, Charlie Kibble

Defined scope:

The Bandshell Committee works to promote the use of the Barriere Bandshell and makes recommendations to Council regarding any issues concerning the Bandshell.

Cemetery

Chair: Councillor Smith

Members: Councillor Paula, Bonnie CruzelleMyram, Lorraine Thorn, Father Donal O'Reilly, Brent Hamblin and Lianne Hamblin

Advisor: Drake Smith

Defined scope:

The Cemetery Committee makes recommendations to Council on the future development, operation and maintenance of the Barriere Cemetery.



2012 Administrative Activities & Highlights

1. Council Highlights

- 26 Regular Council meetings were held
- 20 Standing Committee meetings were held
- 3 Public Budget Discussion meetings were held
- 7 Public Open Houses/Round Tables were conducted
- 2 Development Variance Permits (DVPs) were approved.
- 1 Development Permit was approved.
- 3 Temporary Use Permits were granted.
- 1 Rezoning Application was adopted.
- 16 Bylaws were passed



2. Building Permits Issued

	2009	2010	2011	2012
Barriere:				
Total Permits Issued	51	43	23	29
Construction Value	\$4,308,120	\$4,210,097	\$2,055,744	\$1,537,000
Clearwater:				
Total Permits Issued	35	27	28	40
Construction Value	\$2,895,094	\$2,194,420	\$2,767,535	\$3,257,457
Logan Lake:				
Total Permits Issued	12	22	9	21
Construction Value	\$842,120	\$1,679,164	\$642,900	\$2,146,529

3. Water Works

Monthly Water Usage

Month	2011 US Gallons	2012 US Gallons	2011 Litres	2012 Litres
January	7,479,500	8,810,300	28,312,987	33,350,613
February	6,192,500	7,201,200	23,441,162	27,259,507
March	6,117,500	7,028,400	23,157,256	26,605,388
April	7,365,100	10,952,300	27,879,936	41,458,965
May	16,946,810	15,872,872	64,150,654	60,085,356
June	18,818,531	16,885,600	71,235,889	63,918,949
July	20,278,437	26,626,100	76,762,234	100,790,752
August	21,863,717	26,648,860	82,763,172	100,876,908
September	16,665,443	20,836,600	63,085,564	78,873,975
October	11,864,000	12,937,300	44,910,125	48,973,007
November	6,721,000	7,255,900	25,441,752	27,466,569
December	1,688,500	8,413,200	691,667	31,847,426
TOTAL	142,001,038	169,468,632	537,532,403	641,508,557

Barriere- Average Consumption per Person* in 2012: 95,583 US Gallons/ 361,821/L

Clearwater- Average Consumption per Person in 2012: 76,384 US Gallons/ 289,144/L

Logan Lake- Average Consumption per Person in 2012: 56,210 US Gallons/ 212,778/L

*per person average based on population as recorded in the 2011 Canadian Census

2012 Administrative Activities & Highlights

3. Plans and Grant Applications

The following list represents the status of the grants that the District of Barriere has applied for:

Planning – Studies/Plans

- | | Status |
|---------------------------------------------------------------------------------------------|---------------|
| 1. Integrated Community Sustainability Plan – Focus Consultants
<i>Phase I initiated</i> | Completed |
| 2. Zoning Bylaw Review – In House | Underway |


Parks – Grants

- | | Status |
|---------------------------------------------------------|------------------------------|
| 1. Towns for Tomorrow - <i>Fieldhouse and Bandshell</i> | Completed |
| 2. Community Recreation Grant – <i>AgriPlex</i> | Completed |
| 3. New Horizons – <i>Outdoor Fitness Equipment</i> | Approved - Equipment Ordered |
| 4. Tree Grant | Pending |

Public Works – Planning

- | | Status |
|--------------------------------------------------|---------------|
| 1. Transit Study – <i>BC Transit to complete</i> | Completed |
| 2. Sewer Prefeasibility Study | Completed |

Public Works – Grants

- | | Status |
|------------------------------------------------------------------------|----------------------------------------|
| 1. Towns for Tomorrow - <i>Water Meters</i> | Approved |
| 2. Innovations Fund – Wastewater Treatment Plant for the Downtown Core | Approved – Final Design Phase Underway |
| 3. General Strategic Priorities Fund – <i>Wells and Reservoir</i> | Not Approved |
- 

2012 Administrative Activities & Highlights

4. Recycling Programs

The District of Barriere is committed to our environment and is proud to have been the second community in the area to implement a curbside recycling program. We offer the following services and products to our community members:

- Weekly curbside solid waste removal
- Weekly curbside recycling pick-up
- Household battery recycling
- Household composters (\$25 to purchase)
- Researching and pricing the cost of rain barrels that citizens can purchase

Below is the tonnage that was collected from the Barriere Landfill site in 2012. Residents are encouraged to use the Blue Bag program as each tonne of recycling is free to haul to the landfill as opposed to garbage that incurs a tipping fee of \$60 per tonne.

	Household Solid Waste	Cardboard (Source Separated)	Blue Bag (Mixed)	Total
2011	5480 tonnes*	63.3 tonnes	120.4 tonnes	5663.7 tonnes*
2012	5431 tonnes*	75 tonnes	131 tonnes	5637 tonnes*

- *Figures provided are an estimate as prepared by the TNRD*



2012 Administrative Activities & Highlights

6. Climate Action Charter

Greenhouse Gas (GHG) Emission Reduction

In 2007, the Provincial Government passed Bill 44- the *Greenhouse Gas Reduction Targets Act*- thereby committing the Province to reduce GHG emissions by 33% below 2007 levels by the year 2020 and 80% below 2007 levels by the year 2050. In order to help achieve this commitment, the Province enacted the Local Government (*Green Communities*) *Statuses Amendment Act* ("Bill 27"). Under this legislation and Section 877(3) of the Local Government Act, Official Community Plans are now required to include targets for the reduction of GHG emissions as well as policies and actions to support the reduction targets.

As signatory to the BC Climate Action Charter, the District of Barriere has voluntarily agreed to develop strategies and take actions to achieve the following goals:

- being carbon neutral in respect of corporate operations by 2012
- measuring and reporting on the community's GHG emissions profile; and
- creating complete, compact, and more energy efficient community

Targets

The Province is providing each local government with a Community Energy & Emissions Inventory (CEEI) report to track and report annual community-wide energy consumption and GHG emissions. Reducing transportation emissions is a challenge in rural communities therefore additional Provincial and Federal Government policies, actions and initiatives will be needed to support the community-wide GHG reduction targets set by the District.

Recognizing the challenges of reducing GHG emissions in rural communities, the District of Barriere sets the following community-wide GHG reduction targets:

- **10% by 2020 from 2007 levels**
- **33% by 2050 from 2007 levels**

We look forward to working with our community members on these initiatives and hope that by our pledging to the Charter, our residents will be inspired to do their part for the environment as well.

Each year, we are required to audit and report our advancements towards this goal. The Provincial Government provides a rebate to each community involved in the amount of 100 per cent of the carbon costs incurred on fuel purchases. The District of Barriere received a Climate Action Revenue Incentive grant in the amount of \$710.00 for such purchases.

For more information on the Climate Action Charter, please visit www.cd.gov.bc.ca



Goals & Highlights

RECREATION

2012 Goals:

Item	Status	Comment
1. Secure ownership of lots 34, 35 and 36 from the Province for park facilities Plan Downtown Civic Building (including Fire Hall & Rec Centre)	In process	Waiting on other SRW application to be approved before proceeding
2. Complete finishing of Bandshell (rear landscaping)	In process	Finished pavers in front of Bandshell with MOTI/Argo volunteers
3. Enhance skating rink providing equipment for summer use	In process	
4. Identify and secure River Access for the public	Ongoing	
5. Outdoor Exercise Equipment in Fadear Park	In process	- Grant Successful – awaiting installation
6. Community Events at Bandshell	Ongoing	- First year of Bandshell Fridays planned
7. Fundraising for Heritage Splash Pad construction	In process	- Grant to be applied for in anticipation of Barriere's 100 th Anniversary in 2014.

2013 Goals:

Item	Status
1. Secure ownership of lots 34, 35 and 36 from the Province for park facilities Plan Downtown Civic Building	In process
2. Complete finishing of Bandshell (rear landscaping)	In process
3. Outdoor Exercise Equipment in Fadear Park	In process
4. Fundraising for Heritage Splash Pad construction	In process
5. Identify and secure River Access for the public	Ongoing
6. Community Events at Bandshell	Ongoing

2012 Highlights- Recreation

- Completed railings, curbs and concrete works of Bandshell with just a few finishing touches in the rear of the building still needed.
- Installed a number of publically donated memorial benches around the oval in Fadear Park
- Park Gazebo donated and constructed by Barriere Lions Club by the existing playground in Fadear Park
- First Year of **Barriere Bandshell Fridays** a success

Goals & Highlights

INFRASTRUCTURE

2012 Goals:

Item	Status
1. Develop a prioritization plan for upgrades to the water system	In process
2. Develop a community bike plan	On Hold
3. Develop capital investment program	In process
4. Triangle Revamp	Complete
5. Park Signage	In process
6. Water Meter Installation	Complete

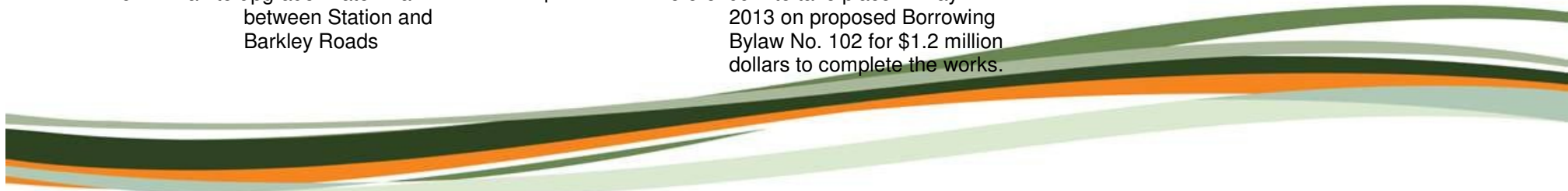


2013 Goals:

Item	Status	Comments
1. Wastewater System – Downtown Core and beyond	In process	Grant Successful. Preliminary Feasibility Complete. Detailed design initiated.
2. Develop a prioritization plan for upgrades to the water system	In process	TRUE engineering to review grant proposals.
3. Downtown Revitalization Plan	In process	
4. Road Maintenance Plan	In process	Public Consultation Process complete. Proposed draft Winter Specifications drafted
5. Highway Signage	In process	
6. Plan to upgrade Water main between Station and Barkley Roads	In process	Referendum to take place in May 2013 on proposed Borrowing Bylaw No. 102 for \$1.2 million dollars to complete the works.

2012 Highlights- Infrastructure

- Initiated design and scope of the \$6.7 million “Innovation Fund” Grant project for the construction of a Solar Aquatics Wastewater System for the downtown core and beyond.
- Began construction of Septage Receiving Facility
- Completed Water Meter Installation with \$400,000 Towns For Tomorrow grant funding.



Goals & Highlights

ECONOMIC DEVELOPMENT & DIVERSIFICATION

2012 Goals:

Item	Status
1. Develop and market Louis Creek Site	On hold
2. Develop state of the art recycling opportunities in community in conjunction with TNRD	In process
3. Promote tourism in conjunction with Barriere and District Chamber of Commerce	Ongoing
4. Work with the Barriere and District Chamber of Commerce to retain existing businesses and to attract new businesses	Ongoing
5. Initiate an economic development plan	Ongoing



2013 Goals:

Item	Status	Comments
1. Promote Barriere Industrial Park	Ongoing	
2. Support increased density in downtown core	In process	Downtown Revitalization Tax Exemption Bylaw Adopted
3. Support highway commercial development	In process	Yellowhead Revitalization Tax Exemption Bylaw proposed
3. Promote tourism in conjunction with Barriere and District Chamber of Commerce	Ongoing	Chamber contract in place
4. Work with the Barriere and District Chamber of Commerce to retain existing businesses and to attract new businesses	Ongoing	Look at incentive programs for businesses to upgrade their facades.
5. Initiate an economic development plan	In process	

2012 Highlights- Economic Development & Diversification

- Downtown Revitalization Bylaw Tax Exemption Bylaw adopted
- Plan to initiate similar bylaw for the Yellowhead Corridor



Goals & Highlights

LIVABILITY

2012 Goals:

Item	Status
1. Complete an Official Community Plan and Integrated Community Sustainability Plan	Complete
2. Initiate Zoning Bylaw Review	In process
3. Become a model Healthy community	Ongoing
4. Become a green community	Ongoing
5. Enhance safety and security within the community	Ongoing
6. Participate in the Communities in Bloom Program	Complete

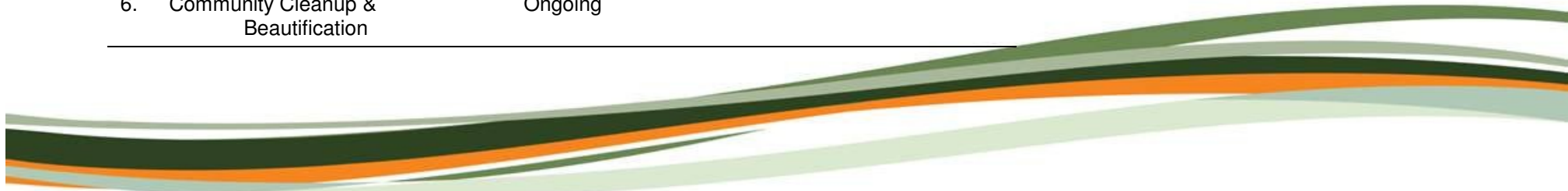


2013 Goals:

Item	Status	Comments
1. Initiate Zoning Bylaw Review	In process	
2. Initiate review of DCC Bylaw	In process	
4. Participate in the Communities in Bloom Program	In process	Committee established with work currently underway
5. Become a green community	Ongoing	
6. Community Cleanup & Beautification	Ongoing	

2012 Highlights- Livability

- Cemetery Committee completed community survey, organized a number of work-bees to enhance the space and a Cemetery Bylaw was adopted.
- Received three Blooms in first year of Communities in Bloom



Goals & Highlights

GOOD GOVERNMENT/ COMMUNICATION

2012 Goals:

Item	Status
1. Work toward effective and ongoing communications with business community, government and social groups	Ongoing
2. Apply for all grants that will add value to the community	Ongoing
3. Develop webpage as communication vehicle	In process



2013 Goals:

Item	Status	Comments
1. Work toward effective and ongoing communications with business community, government and social groups	Ongoing	Working online with Star Journal to provide ongoing updates and information provision to residents & visitors
2. Apply for all grants that will add value to the community	Ongoing	
3. Develop webpage as communication vehicle	Some aspects complete with others still in process	Bandshell Calendar online Event links to other sites.
4. Explore Social Media to advertise and promote Special Events	In process	
5. Explore Options to further engage the public.	In process	

**2012 Highlights-
Good Government/
Communication**

- Council/Committee Agendas/Minutes/Bylaws and attachments available online
- Refined Public Notice and Event Update Format on website
- Mayor initiates “As the Mayor Sees It” weekly column in local newspaper



Goals & Highlights

FINANCIAL SUSTAINABILITY

2012 Goals:

Item	Status
1. Review the current taxation policy	Ongoing
2. Council, through staff, will seek out new revenue opportunities which include grant opportunities	Ongoing
3. Develop an asset management system that will meet the new legislative requirements	Complete
4. Purchase shoring and trenching equipment	Complete
5. Complete Phase 1 of SCADA Plan	Complete



2013 Goals:

Item	Status	Comments
1. Review the current taxation policy	Ongoing	
2. Council, through staff, will seek out new revenue opportunities which include grant opportunities	Ongoing	
3. Plan for replacement of Pumper Truck Chassis	In process	
4. Budget for Asset Replacement	Ongoing	Reserve Account Set Up

**2012 Highlights-
Financial Sustainability**

- New Garbage Truck purchased to replace “Old Red”



Goals & Highlights

BUDGET PROCESS/ TAX

2012 Goals:

Item	Status
1. Continue a financial planning process that reflects sound fiscal management and works toward lessening the portion of taxes paid by residential properties.	Ongoing
2. Council will increase public knowledge on assessments and taxation	Ongoing

2013 Goals:

Item	Status
1. Continue to refine financial planning process that reflects sound fiscal management and works toward lessening the portion of taxes paid by residential properties.	Ongoing
2. Council will increase public knowledge on assessments and taxation	Ongoing
3. Explore additional ways to further engage the public	Ongoing



2011 Highlights- Budget Process/ Tax

- A number of Public Meetings provided citizens with an opportunity to comment on the District of Barriere's annual budget

Barriere & District Volunteer Fire Department

The Fire Department consists of a Fire Chief, Deputy Chief, Assistant Deputy Chief, Captains, Safety Officer, a Training Officer and approximately ten firefighters.

The Department is dedicated to offering the best equipment and training for the firefighters to ensure the safety of our residents and properties.

The First Responder program, managed within the Fire Dept., now have trained volunteers who respond to BC Ambulance dispatched calls within District boundaries when the Ambulance is delayed.

The services area of the Fire Department includes a portion of the TNRD Electoral Area O. The Electoral Area pays approximately 35% of the fire service's operating costs.

SUMMARY OF CALLS

	2011	2012
Fires	42	58
False Alarms	4	4
Fatalities	0	0
Mutual Aid	2	2
Practices	56	54
TOTAL FIRE	104	118
First Responder Calls	-	



Permissive Tax Exemptions

District of Barriere
Section 224 (2)(a) Community Charter
Tax Exemption Bylaw 0054, 2009

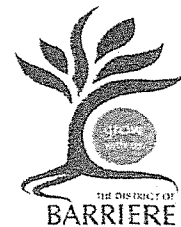
Societies / Non Profit	2011	2012	2013
Barriere & District Heritage Society Assessed under Roll No. 1245.667	\$1,957.45	\$1,974.63	\$2,014.27
Barriere & District Senior's Society Assessed under Roll No. 1245.408	\$3,214.42	\$2,817.22	\$3,190.57
Barriere & District Food Bank Assessed under Roll No. 1470.362	\$4,888.76	\$5,049.10	\$5,281.38
Provincial Rental Housing Corp Yellowhead Residence Assessed under Roll No. 1390.370	\$9,566.42	\$9,485.16	\$8,820.46
North Thompson Fall Fair Assessed under Roll No. 1465.058	\$5,156.13	\$5,070.00	\$4,950.32
North Thompson Fall Fair Assessed under Roll No. 1465.080	\$2,849.34	\$2,774.01	\$13,595.80
Barriere Curling Club Assessed under Roll No. 1465.200	\$16,793.76	\$16,911.12	\$17,009.81
Interior Community Services Assessed under Roll No. 1245.420	\$2,089.66	\$2,036.40	\$2,067.72
North Thompson Legion #242 Assessed under Roll No. 1270.085	n/a	n/a	\$1,038.95

Permissive Tax Exemptions

District of Barriere
Section 220 (1)(h) Community Charter
Tax Exemption Bylaw 0053, 2009

Churches	2011	2012	2013
Trustee of the Barriere BC Congregation Jehovah's Witness Assessed under Roll No. 1225.248	\$433.17	\$408.15	\$399.04
Roman Catholic Bishop of Kamloops Assessed under Roll No. 1470.430 (church)	\$746.88	\$769.37	\$825.94
Roman Catholic Bishop of Kamloops (residential) Assessed under Roll No. 1470.430	\$ 0	\$ 0	\$ 0
United Church Assessed under Roll No. 1245.386	\$745.16	\$730.42	\$714.50
Baptist Church Assessed under Roll No. 1390.060	\$476.15	\$465.70	\$455.66
Pentecostal Church Assessed under Roll No. 1470.514	\$955.73	937.59	\$917.61

District of Barriere
Financial Statements
For the year ended December 31, 2012



DISTRICT OF BARRIERE

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the District of Barriere are the responsibility of management and have been presented to Council for acceptance.

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. Financial statements are not precise since they will include certain amounts based on estimates and judgements.

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

The Mayor and Council oversee management's responsibilities for the financial reporting and internal control systems. The Mayor and Council meets periodically with management and the independent auditors to satisfy themselves that management's responsibilities are properly discharged, to review the consolidated financial statements and to recommend approval of the consolidated financial statements.

The financial statements have been audited by Carol Patton, Certified General Accountant, in accordance with Canadian generally accepted auditing standards and issued the report which follows. The auditor has full and unrestricted access to the Mayor and Council to discuss their audit and their related findings as to integrity of the financial reporting system.

Mayor

Director of Finance

CAROL PATTON
CERTIFIED GENERAL ACCOUNTANT

P.O. BOX 890
BARRIERE, BC
VOE 1E0

FAX: (250) 672-5898
TELEPHONE: (250) 672-9921

Independent Auditor's Report

To the Mayor and Councillors
of the District of Barriere

I have audited the Statement of Financial Position of the District of Barriere as at December 31, 2012 and the Statements of Operations, Net Debt and Cash Flows for the year then ended.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted auditing 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.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an audit opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the District of Barriere as at December 31, 2012, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting principles.



Carol Patton
Certified General Accountant
Barriere, BC
April 30, 2013

District of Barriere

Consolidated Financial Statements
Statement of Financial Position

For Year Ended December 31

	2012	2011
<i>FINANCIAL ASSETS</i>		
Cash and Investments	2,418,112	2,536,680
Accounts Receivable (Note 2)	1,038,563	266,922
Total Financial Assets	3,456,675	2,803,601
<i>LIABILITIES</i>		
Accounts Payable (Note 3)	169,912	164,866
Deferred Revenue (Note 5)	216,047	203,330
Capital Lease	-	33,408
Development Cost Charges (Note 5)	33,814	12,768
Restricted Funds (Note 5)	5,779	3,501
TOTAL LIABILITY	425,553	417,872
Net Financial Assets	3,031,122	2,385,729
<i>NON FINANCIAL ASSETS</i>		
Tangible Capital Assets (Notes 1 & 6)	5,696,014	5,322,750
Accumulated Depreciation	1,613,557	1,432,281
Net Tangible Capital Assets Notes 1 & 6)	4,082,457	3,890,470
Supply Inventory (Note 1)	26,306	28,971
Prepaid Expense	2,290	9,125
Total Non Financial Assets	4,111,053	3,928,565
Net Position	7,142,175	6,314,294
<i>RESERVES AND EQUITY</i>		
Operating Funds	1,195,842	1,031,690
Reserve Funds	1,863,876	1,392,136
Equity in Fixed Assets	4,082,457	3,890,468
NET POSITION	7,142,175	6,314,294

The accompanying summary of significant accounting policies and notes are an integral part of these statements

Consolidated Financial Statements
Statement of Operations

	2012 <i>Annual Budget</i>	2012	2011
REVENUE			
Real Property Taxes	1,613,040	1,587,839	1,549,242
Parcel Tax	37,953	37,421	44,253
	1,650,993	1,625,260	1,593,495
Grants-in-Lieu	30,276	31,567	29,892
Sales of Service	546,255	574,130	567,671
Revenue from Other Source	400,000	992,691	178,820
Transfer from Other Government	603,913	620,565	603,946
Transfer from Gas Tax Reserve	113,100	110,309	52,953
Development Cost Charges	-	21,046	-
Other Payments	31,700	55,198	43,201
TOTAL REVENUE	3,376,237	4,030,766	3,069,978
EXPENDITURES			
Taxes Collected for Other Governments	977,540	954,861	934,361
General Government	527,700	555,620	537,271
Grant Programs	503,770	1,099,207	242,616
Protective Services	154,749	193,378	192,941
Transportation Services	61,100	52,510	36,281
Environmental Services	91,550	104,748	100,251
Development Services	101,850	86,688	135,266
Parks & Recreation	96,675	118,540	118,620
Water Works	310,830	301,612	327,891
Sewer Utility	20,525	36,547	27,888
Debt Financing	37,953	37,953	37,953
TOTAL EXPENDITURES	2,884,242	3,541,664	2,691,337
OPERATING SURPLUS/DEFICIT	491,995	489,103	378,641

The accompanying summary of significant accounting policies and notes are an integral part of these statements

District of Barriere

Consolidated Financial Statement
Statement of Cash Flows

For Year Ended December 31

2012 2011

OPERATING TRANSACTIONS

Annual Surplus including Amortization	489,103	378,641
Items Not Affecting Cash	520,055	364,374
Prepaid Expenses	6,835	-5,676
Accounts Receivable	-771,641	76,258
Accounts Payable	5,046	-248,582
Deferred Revenue	12,717	55,442
Development Cost Charges	21,046	0
Restricted Funds	2,278	626
Inventory	2,665	-3,731
Cash Provided by Operating Transactions	288,104	617,352

CAPITAL TRANSACTIONS

Acquisition of Capital Assets	-373,264	-170,754
-------------------------------	----------	----------

FINANCIAL TRANSACTIONS

Payment of Capital Lease	-33,408	-17,205
--------------------------	---------	---------

INVESTING TRANSACTIONS

	<u>0</u>	<u>0</u>
Increase in Cash & Cash Equivalents	-118,568	429,393
Cash & Equivalents, Beginning of Year	2,536,680	2,107,287
Cash & equivalents, End of Year	2,418,112	2,536,680

The accompanying summary of significant accounting policies and notes are an integral part of these statements

District of Barriere**Consolidated Financial Statements
Statement of Change in Net Debt**

For Year Ended December 31

	2012	2011
Annual Surplus	489,103	378,641
Acquisition of Tangible Assets	(373,264)	(170,754)
Amortization of Tangible Assets	181,276	184,125
Non Cash Items	338,778	180,289
Loss of disposal of Tangible Assets	0	0
Inventory	2,665	(3,731)
Prepaid Expense	6,835	(5,676)
Change in Net Financial Assets	<u>645,393</u>	<u>562,894</u>
Net Financial Assets beginning year	<u>2,385,729</u>	<u>1,822,835</u>
 Net Financial Assets, end of Year	 <u><u>3,031,122</u></u>	 <u><u>2,385,729</u></u>

The accompanying summary of significant accounting policies and notes are an integral part of these statements

DISTRICT OF BARRIERE

Notes to Financial Statements

The District of Barriere was incorporated on December 4, 2007, 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 of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water, sewer and fiscal services.

1. Significant accounting policies:

- a) Basis of presentation:
The District follows Canadian accounting principals generally accepted for British Columbia municipalities and applies such principals consistently. The consolidated financial statements have been prepared using the guidelines issued by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants. Accordingly all revenues and expenditures are recorded on the accrual basis.
- b) Funds of the District:
The resources and operations of the District are segregated into General and Water Utility Surplus and Reserve Funds, for accounting and financial reporting purposes.
- c) Inventory:
Inventory is recorded at lower of cost and net realizable value.
- d) Short Term Investments:
Short Term investments are recorded at cost.
- e) Reserves:
Reserves for operating and capital purposes represent amounts reserved either internally or by statute for specific future purposes.
- f) Revenue Recognition:
Property taxes, including special assessments, are recognized as revenue in the year in which they are assessable. Water user rates, connection fees, sale of services, interest and penalties are recognized as revenue in the year the related services is provided.

Government grant revenue is recognized in the year that the respective grant agreement becomes effective, except that amounts to be expended, subsequent to year end, are deferred and recognized in the period the related expenditures are incurred.

- g) Capital Assets:
General property, building and equipment and water system are recorded at cost. Effective the fiscal year beginning January 1, 2009, local governments are required to account for, and report on, its' Tangible Capital Assets as per Public Sector Accounting Standard 3150 as set by the Canadian Institute of Chartered Accountants public sector accounting handbook.

The District of Barriere does not amortize any assets in the year in which they are purchased. The District of Barriere will begin the process of assessing the roads within its boundaries prior to the transfer dates.

DISTRICT OF BARRIERE

Notes to Financial Statements

2. Accounts Receivable

	2012	2011
General Accounts Receivable	\$ 729,662	\$ 1,480
Utility Accounts Receivable	\$ 2,227	\$ (845)
Current Taxes Receivable	\$ 84,847	\$ 112,741
Arrears Taxes Receivable	\$ 46,047	\$ 34,500
Tax Overpayments Receivable	\$ 852	\$ 207
Interest Earned Receivable	\$ 23,006	\$ 19,649
Grant Funding Receivable		\$ 1,040
Insurance Claims Receivable		\$ 23,112
HST Receivable	<u>\$ 151,922</u>	<u>\$ 75,038</u>
	\$1,038,563	\$ 266,922

3. Accounts Payable and Accrued Liabilities

	2012	2011
Trade Payables and Accrued Liabilities	\$ 85,694	\$ 100,568
Payroll Payable	\$ 0	\$ 720
Other Payables	\$ 35,917	\$ 27,177
Prepaid Revenue	\$ 0	\$ 125
Incomplete Grant Project Funds	\$ 23,467	\$ 0
NTFFA Term Deposit/Development Funds	<u>\$ 24,834</u>	<u>\$ 36,276</u>
	\$ 169,912	\$ 164,866

4. Obligations Under Capital Lease

The District of Barriere is leasing a Fire Truck under a Capital Lease that expires in 2012. The District is obligated to make the following minimum lease payments:

2012	\$33,407.53
Total Lease Payments	<u>\$33,407.53</u>
Less amount representing interest at 4.25%	<u>\$ 5,794.89</u>
Present Value of Minimal Lease Payments	<u>\$27,612.64</u>
Current Portion of Obligation	<u>\$27,612.64</u>
	\$.00

DISTRICT OF BARRIERE

Notes to Financial Statements

5. Restricted, Reserve and Operating Funds

	Balance 2011	Trans 2012	Balance 2012
Operating Surplus			
General Surplus	\$ 568,600.50	\$ 59,057.06	\$ 627,657.56
Fire Surplus	\$ 96,761.13	\$ (1,991.58)	\$ 94,769.55
Road Surplus	\$ 145,721.94	\$ 0.00	\$ 145,721.94
Cemetery Surplus	\$ 0.00	\$ 10,000.00	\$ 10,000.00
Water Surplus	\$ 220,606.84	\$ 97,086.75	\$ 317,693.59
	\$ 1,031,690.41	\$ 164,152.23	\$1,195,842.64

	Balance 2011	Trans 2012	Balance 2012
Reserve Accounts			
Municipal Hall Reserve Fund	\$ 120,000.00	\$ 30,000.00	\$ 150,000.00
Fire Reserve Fund	\$ 115,303.64	\$ 0.00	\$ 115,303.64
1 st Responders Reserve	\$ 0.00	\$ 191.86	\$ 191.86
Works Reserve Fund	\$ 764,107.00	\$ 446,309.47	\$1,210,416.47
Environmental Reserve	\$ 29,889.00	\$ (7,760.46)	\$ 22,128.54
Parks Reserve	\$ 16,218.73	\$ 0.00	\$ 16,218.73
Community Hall Reserve	\$ 3,000.00	\$ 3,000.00	\$ 6,000.00
Tolko Project Reserve	\$ 289,667.20	\$ 0.00	\$ 289,677.20
Water Reserve Fund	\$ 53,939.96	\$ 0.00	\$ 53,939.96
	\$1,392,135.53	\$ 471,740.87	\$1,863,876.40

	Balance 2011	Trans 2012	Balance 2012
Restricted Accounts			
Water Development Cost Charges	\$ 12,767.71	\$ 21,046.48	\$ 33,814.19
Trust Accounts - Highway Signage	\$ 1,000.00	\$ 0.00	\$ 1,000.00
- BMX Track	\$ 1,000.00	\$ 0.00	\$ 1,000.00
- Community Garden	\$ 1,140.00	\$ (665.05)	\$ 474.95
- Splash Pad	\$ 0.00	\$ 3,189.69	\$ 3,189.69
- Parks Trees	\$ 80.00	\$ 0.00	\$ 80.00
- Park Benches	\$ 281.37	\$ (246.69)	\$ 34.68
	\$ 16,269.08	\$ 23,324.43	\$ 39,593.51

5. *Federal Gas Tax Agreement

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

Balance 2011	Received in 2012	Interest Earned 2012	Spent 2012	Balance 2012
\$203,332.81	\$119,457.10	\$3,565.96	(\$110,308.50)	\$216,047.37

DISTRICT OF BARRIERE

Notes to Financial Statements

6. Capital Assets:

General property, building and equipment and water system are recorded at cost.

Effective the fiscal year beginning January 1, 2009, local governments are required to account for, and report on, its' Tangible Capital Assets as per Public Sector Accounting Standard 3150 as set by the Canadian Institute of Chartered Accountants public sector accounting handbook. The District of Barriere owns 2 carved monuments.

Tangible Capital Assets are amortized at the following rates:

Equipment & Minor Infrastructure	Straight Line over 15 years
Equipment - Computers	Straight Line over 5 years
Equipment - Furniture & Fixtures	Straight Line over 10 years
Equipment - Irrigation	Straight Line over 20 years
Buildings	Straight Line over 50 years
Vehicles - Fire (Volunteer Dept)	Straight Line over 15 years
Vehicles	Straight Line over 10 years
Water Works - Ditches & Dams	Straight Line over 100 years
Water Works - Supply Line/Crossing	Straight Line over 80 years
Water Works - Wells	Straight Line over 60 years
Water Works - Buildings	Straight Line over 50 years
Water Works - Reservoir	Straight Line over 35 years
Water Works - Treatment System	Straight Line over 25 years
Water Works - Electrical/Mechanical	Straight Line over 20 years
Water Works - Equipment/Computer	Straight Line over 12 years

6. Capital Assets

	2011	Amortization	Net Value
Equipment & Minor Infrastructure	\$ 586,017	\$ 350,496	\$ 235,521
Land	\$ 169,888		\$ 169,888
Buildings	\$ 881,162	\$ 89,366	\$ 791,796
Vehicles	\$ 653,350	\$ 364,835	\$ 288,515
WW System	\$ 2,991,304	\$ 789,974	\$ 2,201,330
WW Building	\$ 12,360	\$ 4,449	\$ 7,911
WW Equipment	\$ 67,607	\$ 13,957	\$ 53,650
WW Vehicles	\$ 4,800	\$ 480	\$ 4,320
Waste Water System	\$ 329,526	\$ 0	\$ 329,526
	<u>\$ 5,696,014</u>	<u>\$ 1,613,557</u>	<u>\$ 4,082,457</u>

DISTRICT OF BARRIERE

Notes to Financial Statements

7. Taxation Revenue

The District of Barriere is required to collect taxes on behalf of and transfer these amounts to the Governments and /or its agencies noted below:

	2012	2011
Tax Collected		
General Purposes	\$ 632,978	\$ 619,366
Collected For Other Governments	\$ 954,861	\$ 929,876
Grants in Lieu	\$ 11,790	\$ 10,713
1% Utilities	\$ 19,776	\$ 19,179
Water Parcel Tax	\$ 37,421	\$ 44,253
Penalties & Interest	\$ 21,973	\$ 23,111
	<u>\$ 1,678,799</u>	<u>\$ 1,646,498</u>
Less Transfer to other Governments		
Regional District	\$ 308,101	\$ 302,911
Prov. of B.C. (School Tax)	\$ 499,865	\$ 501,049
Grants in Lieu	\$ 4,627	\$ 4,484
Regional Hospital	\$ 61,518	\$ 45,959
BC Assessment Authority	\$ 13,316	\$ 13,808
MFA	\$ 39	\$ 39
Police Tax	\$ 67,395	\$ 66,110
	<u>\$ 954,861</u>	<u>\$ 934,360</u>
Net Taxes	<u>\$ 723,938</u>	<u>\$ 712,138</u>

8. Commitments

Water System Fund

Thompson Nicola Regional District/Municipal Finance Authority of British Columbia Debenture Issue 61, 4%, Rate reduced to 3%. Balance due December 1, 2015 – Balance 2012 - \$137,667.88

Annual Payments - two interest payments of \$9,450.00 due June and December each year - one principal payment of \$19,052.83 due December each year

DISTRICT OF BARRIERE
Notes to Financial Statements

9. Council Remuneration

2012 Council Remuneration as follows:

January 1, 2012 - December 31, 2012

	REMUNERATION	EXPENSE PAYMENTS	TOTAL
HUMPHREYS: BILL	\$ 10,643.40	\$ 7,578.34	\$18,221.74
KERSHAW: BILL	\$ 6,639.00	\$ 2,743.09	\$ 9,382.09
PAULA: PATRICIA	\$ 6,639.00	\$ 1,489.35	\$ 8,128.35
SABYAN: AMANDA	\$ 6,639.00	\$ 825.61	\$ 7,464.61
SMITH: VIRGINIA	\$ 6,639.00	\$ 2,103.84	\$ 8,742.84
STAMER: WARD	\$ 6,639.00	\$ 550.36	\$ 7,189.36
STANLEY: GLEN	\$ 6,639.00	\$ 361.36	\$ 7,000.36
	<u>\$ 50,477.40</u>	<u>\$ 15,651.95</u>	<u>\$66,129.35</u>

10. Employee Remuneration - 2012

	Remuneration	Expense	TOTAL
Employees with remuneration & expenses exceeding \$75,000.00 C. Hannigan	\$ 89,999.00	\$ 2,623.48	\$ 92,622.48
Consolidated total for employees with earnings less than \$75,000.00	<u>\$ 483,546.39</u>	<u>\$ 9,509.48</u>	<u>\$ 493,055.87</u>
	<u>\$ 573,545.39</u>	<u>\$ 12,132.96</u>	<u>\$ 585,678.35</u>

DISTRICT OF BARRIERE

Notes to Financial Statements

11. 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 176,000 active members and approximately 67,000 retired members. Active members include approximately 35,000 contributors from local governments.

The most recent actuarial valuation as at December 31, 2009 indicated a \$1,024 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. Defined contribution plan accounting is applied to the Plan as the Plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, Plan assets and cost to individual entities participating in the Plan.

The District of Barriere paid \$23,559.19 for employer contributions to the plan in the 2012 fiscal year.

12. Schedule of Supplier Remuneration (this note has not been audited)

SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS EXCEEDING \$25,000.00	AMOUNT RECEIVED
ARMCO CONSTRUCTION	\$ 25,200.00
BC HYDRO & POWER AUTHORITY	\$ 99,025.69
CANADA REVENUE AGENCY	\$ 137,901.43
CUETS, FINANCIAL PAYMENT PROCESSING	\$ 30,869.48
ECO TECK, ECOLOGICAL TECHNOLOGIES INC.	\$ 72,400.00
HAYWARD, ANDREW	\$ 26,836.19
IRLY BUILDING CENTRE	\$ 41,828.63
MINISTER OF FINANCE	\$ 110,696.04
NEPTUNE TECHNOLOGY GROUP	\$ 539,446.66
SCHOOL DISTRICT #73 (KAMLOOPS/THOMPSON)	\$ 37,437.46
THOMPSON – NICOLA REGIONAL DISTRICT	\$ 350,994.35
THOMPSON REGIONAL HOSPITAL DISTRICT	\$ 62,024.57
TRUE CONSULTING GROUP	\$ 177,035.92
ROBINSON MASONRY LTD.	\$ 37,520.00
	<u>\$ 1,749,216.42</u>
SUPPLIERS WITH AGGREGATE PAYMENTS OF LESS THAN \$25,000.00	\$ 693,827.74
CONSOLIDATED TOTAL OF GRANTS EXCEEDING \$25,000.00	\$.00
CONSOLIDATED TOTAL CONTRIBUTION EXCEEDING \$25,000.00	\$.00
TOTAL	\$ 2,443,044.16
TOTAL AGGREGATE PAYMENT EXCEEDING \$25,000.00 TO SUPPLIERS	\$ 1,749,216.42
CONSOLIDATED TOTAL OF PAYMENTS OF \$25,000.00 OR LESS PAID TO SUPPLIERS	\$ 693,827.74
CONSOLIDATED TOTAL OF ALL GRANTS & CONTRIBUTIONS EXCEEDING \$25,000.00	\$.00
TOTAL	\$ 2,443,044.16

DISTRICT OF BARRIERE

Notes to Financial Statements

13. Budget Figures

The budget figures are based on the budget approved by Mayor and Council. These figures have not been subjected to any auditing procedures as applied to the actual financial statement figures and are presented for information purposes only.

14. Financial Instruments:

The District's financial instruments consist of cash and short-term investments, accounts receivable, accounts payable and accrued liabilities, obligation under capital lease and restricted funds. Due to the nature of these financial instruments, fair value approximates their carrying value. It is management's opinion the District is not subject to any significant interest rate, currency or credit risk associated with these financial instruments.
