

District of Barriere
REPORT TO COUNCIL
Request for Decision

Date: February 23, 2026	File: 530.20/Rpts
To: Council	From: K. Abel, CFO
Re: 2024 Statement of Financial Information	
Recommendation: THAT Council accepts and approves the statements and schedules included in the 2024 Statement of Financial Information (SOFI) as presented.	

Purpose

To approve the 2024 Statement of Financial Information (SOFI).

Background

The Financial Information Act requires municipalities to submit the previous year's audited financial statements and certain additional schedules and statements to the Ministry of Municipal Affairs by June 30th of each year. The SOFI package requires approval by Council prior to submission and must be made available to the public.

As Council is aware, the audited financial statements for 2024 were only completed and approved in December 2025. Subsequently Staff was unable to complete the SOFI's until now.

The required schedules and statements are included in the attached 2024 Statement of Financial Information report, and include the following disclosures:

- Remuneration and expenses paid to or on behalf of elected officials.
- Employee remuneration in excess of \$75,000 and expenses paid to or on behalf of those employees, plus consolidated totals of remuneration and expenses paid to other employees. **Note – the 2024 year is a bit of an anomaly with only three employees meeting this threshold in 2024. This was due to the current CAO not being onboarded until mid-year, the Corporate Officer serving as Acting CAO for half of the year, and not having a full-time CFO for the full year of 2024. The 2025 SOFI report that is scheduled to be presented this summer, will reflect the current employee remuneration list as it relates to this reporting requirement.*
- Payments to suppliers in excess of \$25,000, plus a consolidated total of payments to all other suppliers.

Benefits or Impact

General

Preparation of an annual Statement of Financial Information (SOFI) is a mandatory requirement of the Financial Information Act.

Finances

N/A

Strategic Impact

N/A

Risk Assessment

Compliance: Financial Information Act and Financial Information Regulations; Community Charter, Sections 167 and 168.

Risk Impact: Low; however, the missed deadline in 2025 impacted the District in regards to receiving the Community Works Fund (formerly Gas Tax). Since the final audit for 2024 was officially filed with the Province, we are now awaiting funds.

Internal Control Process:

The information presented here has been prepared by staff, reviewed for accuracy, and reconciled to other financial reports and regulatory submissions.

Next Steps / Communication

- A copy of the approved report will be uploaded to the Local Government Information System website as soon as practicable.
- The 2024 SOFI Report will be made available to the public by posting it on the District's website.

Attachments

- 2024 Statement of Financial Information
- 2024 Financial Statements

Recommendation

THAT Council accepts and approves the statements and schedules included in the 2024 Statement of Financial Information (SOFI) as presented.

Alternative Options

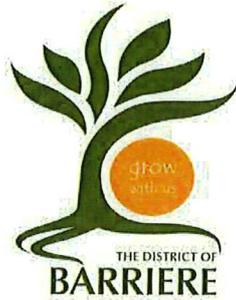
1. Staff is not recommending any other options as preparation and approval of the Statement of Financial Information schedules is a regulatory requirement.

Prepared by:

K. Abel, Chief Financial Officer

Reviewed by:

D. Drexler, Chief Administrative Officer



THE DISTRICT OF BARRIERE

STATEMENT OF FINANCIAL INFORMATION

Year Ended December 31, 2024

In Compliance with the Public Bodies Financial Information Act Statutes
Of British Columbia, Chapter 140



DISTRICT OF BARRIERE
SCHEDULE OF REMUNERATION AND EXPENSES
PAID ON BEHALF OF EMPLOYEES
FOR THE 2024 FISCAL YEAR

COUNCIL REMUNERATION

	DUTIES REMUNERATION	EXPENSE PAYMENTS	TOTAL
ARMSTRONG, JUDY	\$9,375.72	\$ 184.04	\$9,559.76
KERSHAW, SCOTT	\$9,375.72	\$ 508.08	\$9,883.80
KERSLAKE, ROBERT	\$11,122.40	\$ 196.40	\$11,318.80
KIBBLE, DONNA	\$9,375.72		\$9,375.72
LODGE, LOUISE	\$9,375.72	\$ 763.20	\$10,138.92
MCINNIS, COLIN	\$9,375.72		\$9,375.72
STAMER, WARD	\$9,743.84	\$ 381.06	\$10,124.90
	\$67,744.84	\$2,032.78	\$69,777.62

STAFF REMUNERATION 2024

	DUTIES REMUNERATION	EXPENSE PAYMENTS	TOTAL
EMPLOYEES WITH REMUNERATION & EXPENSES EXCEEDING \$75,000.00			
P. AMOS	\$ 77,608.85	\$ 380.00	\$ 77,988.85
T. BUCHANAN	\$ 118,749.23	\$ 1,999.12	\$ 120,748.35
C. MATTHEWS	\$ 89,505.03	\$ 965.12	\$ 90,470.15
CONSOLIDATED TOTAL FOR EMPLOYEES WITH EARNINGS LESS THAN \$75,000.00			
	<u>\$ 784,080.22</u>	<u>\$ 36,460.77</u>	<u>\$ 820,540.99</u>
	<u>\$ 1,069,943.33</u>	<u>\$ 39,805.01</u>	<u>\$ 1,109,748.34</u>

RECONCILIATION

TOTAL REMUNERATION FOR ELECTED OFFICIALS	\$ 67,744.84
TOTAL REMUNERATION FOR STAFF	\$ 1,069,943.33
TOTAL REMUNERATION	<u>\$ 1,137,688.17</u>
EMPLOYER PAID PENSION	\$ 63,628.69
EMPLOYER PAID CPP, EI, BENEFITS, ETC	\$ 146,359.95
MISC RECONCILING ITEMS*	\$ 5,918.19
WAGES AND BENEFITS AS PER FINANCIAL STATEMENTS	\$ 1,353,595.00
VARIANCE	<u>\$ -</u>

*The Financial Statements are prepared on a consolidated basis using accrual method of accounting, whereas the employer remuneration schedule is prepared on a calendar cash payment basis.



DISTRICT OF BARRIERE
2024 SCHEDULE OF PAYMENT MADE FOR
PROVISION OF GOODS AND SERVICES

SUPPLERS WHO RECEIVED AGGREGATE PAYMENTS EXCEEDING \$25000.00	AMOUNT PAID
0802230 B.C. LTD.	52,123.88
ALS CANADA LTD.	26,323.98
ARMCO CONSTRUCTION LTD.	139,244.65
BA DAWSON BLACKTOP LTD.	80,941.88
BARRIERE AND AREA CHAMBER OF COMMERCE	37,552.00
BARRIERE RECREATION SOCIETY	33,000.00
BC HYDRO AND POWER AUTHORITY	154,774.17
BORROW ENTERPRISES LTD.	387,161.73
CALIDON EQUIPMENT LTD.	52,568.90
CANADA REVENUE AGENCY	317,897.57
COLLABRIA	111,437.93
DJ'S PLUMBING	44,587.23
FADEAR SAND & GRAVEL LTD.	33,597.45
FULTON & COMPANY LLP, IN TRUST	160,436.40
H2FLOW TANKS & SYSTEMS INC.	214,983.41
J.D.V. LOT RESTORATION INC.	142,230.60
KPMG LLP	40,297.56
MUNICIPAL INSURANCE ASSOCIATION	53,217.00
MUNICIPAL PENSION CORPORATION	119,703.51
R1310 HOLDINGS LTD.	27,037.50
ROCKY MOUNTAIN PHOENIX	45,542.04
ROLLINS MACHINERY LTD.	218,459.20
SCHOOL DISTRICT NO. 73 (KAMLOOPS/THOMPSON)	79,639.45
SOUTHWEST GLASS LTD.	68,029.50
SPOONER INDUSTRIAL LTD.	82,190.33
SUNCOR ENERGY PRODUCTS PARTNERSHIP	33,040.32
THOMPSON CHAIN LINK LTD.	38,378.28
THOMPSON NICOLA REGIONAL DISTRICT	76,965.99
TRUE CONSULTING GROUP	499,122.39
VANDERWAL FLOORING INC.	52,943.49
WORKSAFE BC	41,497.52
CONSOLIDATED PAYMENTS TO VENDORS LESS THAN \$25,000	837,638.71
	<u>4,302,564.57</u>
EXPENDITURES PER FINANCIAL STATEMENTS	5,658,890.00
NON EXPENDITURE PAYMENTS	- 322,714.70
ELECTRONIC PAYMENTS	- 1,380,436.30
ADJUSTMENTS (GST, Benefits, Changes in A/P)	- 1,353,595.00
CAPITAL ACQUISITIONS	- 1,896,337.00
ANNUAL DEPRECIATION	- 705,807.00
	TOTAL <u><u>-</u></u>
RECEIVER GENERAL RECONCILIATION	
CRA PAYMENTS 2024	310,371.68
EMPLOYEE PORTION	- 236,761.17
EMPLOYER PORTION	- 73,610.51
	<u><u>-</u></u>

Council Distributed Grants from the District of Barriere - 2024

BARRIERE ELEMENTARY	\$	500.00
THOMPSON OKANAGAN GOAT ASSOCIATION	\$	500.00
RABBITS BC	\$	500.00
BARRIERE & DISTRICT HERITAGE SOCIETY	\$	500.00
BARRIERE & AREA LITERACY RAISE A READER	\$	500.00
BES GOLF TOURNAMENT	\$	250.00
BC PUREBRED SHEEP BREEDERS ASSOCIATION	\$	500.00
TOTAL	\$	3,250.00



District of Barriere

MANAGEMENT REPORT

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

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

The Mayor and Council are responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and exercises this responsibility through Council Meetings of The District of Barriere. The District of Barriere Council meets with management and external auditors during the year.

The external auditor, KPMG LLP, Chartered Accountants conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. The examination does not relate to the other schedules and statements required by the Act. The examination includes a review and evaluation of the District of Barriere's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Council of the District of Barriere and meet when necessary.

On behalf of The District of Barriere,

Kathy Abel
Finance Officer
February 2, 2026

Daniel Drexler
Chief Administrative Officer
February 2, 2026



District of Barriere

DISTRICT OF BARRIERE STATEMENT OF FINANCIAL
INFORMATION APPROVAL FOR THE FISCAL YEAR 2024

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

Kathy Abel
Chief Financial Officer
February 23, 2026

Rob Kerslake
Mayor
February 23, 2026



District of Barriere

SCHEDULE OF DEBTS

A Schedule of Debts has not been prepared because the information required is disclosed in the Notes to Financial Statement, and no additional information would be provided in the Schedule.



District of Barriere

SCHEDULE OF GUARANTEES AND INDEMNITY
PAYMENTS FOR THE FISCAL YEAR 2024

The District of Barriere has not given any guarantees or indemnities under the Guarantees and Indemnity Regulation.



District of Barriere

STATEMENT OF SEVERANCE FOR THE FISCAL YEAR 2024

There were no severance agreements made between the District of Barriere and its non-union employees during the fiscal year.

Financial Information Act
Financial Information Regulation (FIR), Schedule 1

Statement of Financial Information (SOFI)
Index to FIR Schedule 1 and the Checklist

Page 1: Corporation Information

Ministry Information

General: Section One

- 1(1)(a) Statement of assets and liabilities
- 1(1)(b) Operational statement
- 1(1)(c) Schedule of debts
- 1(1)(d) Schedule of guarantee and indemnity agreements
- 1(1)(e) Schedule of employee remuneration and expenses
- 1(1)(f) Schedule of suppliers of goods and services
- 1(2) [Explanatory information for reference]
- 1(3) Statements prepared on a consolidated basis or for each fund
- 1(4) & (5) Notes to the statements and schedules in section 1(1)

Page 2: Statement of Assets & Liabilities: Section Two

- 2 Balance sheet
- Changes in equity and surplus or deficit

Operational Statement: Section Three

- 3(1) Statement of Income / Statement of Revenue and Expenditures
- Statement of Changes in Financial Position
- 3(2) & (3) Omission of Statement of Changes in Financial Position, with explanation
- 3(4) Requirement for community colleges, school districts and municipalities

Statement of Debts: Section Four

- 4(1)(a) & 4(2) List and detail the schedule of long-term debts
- 4(1)(b) Identify debts covered by sinking funds / reserves
- 4(3) & (4) Omission of schedule, with explanation

Page 3: Schedule of Guarantee and Indemnity Agreements: Section Five

- 5(1) List agreements under the Guarantees and Indemnities Regulation
- 5(2) State the entities and amounts involved
- 5(3) & (4) Omission of schedule, with explanation

Page 3 & 4: Schedule of Remuneration and Expenses: Section Six

- 6(1) [Definitions for reference]
- 6(2)(a) List remuneration / expenses for each elected official, member of board, Cabinet appointees
- 6(2)(b) List each employee with remuneration exceeding \$75,000, plus expenses
- 6(2)(c) Consolidated total for all employees with remuneration of \$75,000 or less
- 6(2)(d) Reconcile difference in total remuneration above with operational statement
- 6(3) Exclude personal information other than as required

Financial Information Regulation, Schedule 1
Checklist – Statement of Financial Information (SOFI)

For the Corporation:

Corporate Name: District of Barriere Contact Name: Kathy Abel, Chief Financial Officer
 Fiscal Year End: 2024 Phone Number: 250-672-9751
 Date Submitted: Feb 23, 2026 E-mail: kabel@barriere.ca

For the Ministry:

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

Distribution: Legislative Library Ministry Retention

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

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

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

Financial Statements of

DISTRICT OF BARRIERE

And Independent Auditor's Report thereon

Year ended December 31, 2024

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The accompanying financial statements of District of Barriere (the "District") are the responsibility of 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 Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in note 1 to the 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.

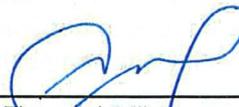
The District's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely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

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

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



Chief Administrative Officer



Chief Financial Officer



Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the District's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the District's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

DISTRICT OF BARRIERE

Statement of Financial Position

December 31, 2024, with comparative information for 2023

	2024	2023
Financial assets:		
Cash and investments (note 3)	\$ 3,790,608	\$ 4,706,918
Accounts receivable (note 4)	861,115	849,106
Land held for resale	-	109,860
	<u>4,651,723</u>	<u>5,665,884</u>
Liabilities:		
Accounts payable and accrued liabilities	396,315	422,524
Deferred revenue (note 5)	788,811	727,442
Asset retirement obligation (note 6)	96,876	83,573
	<u>1,282,002</u>	<u>1,233,539</u>
Net financial assets	3,369,721	4,432,345
Non-financial assets:		
Inventory of supplies	45,747	30,726
Prepaid expenses and deposits	3,550	23,375
Tangible capital assets (note 7)	29,813,583	28,614,079
	<u>29,862,880</u>	<u>28,668,180</u>
Commitments (note 9)		
Trust funds (note 16)		
Accumulated surplus (note 8)	\$ 33,232,601	\$ 33,100,525

See accompanying notes to financial statements.

DISTRICT OF BARRIERE

Statement of Change in Net Financial Assets

Year ended December 31, 2024, with comparative information for 2023

	Budget (note 14)	2024	2023
Annual surplus	\$ 163,910	\$ 132,076	\$ 2,481,622
Acquisition of tangible capital assets	-	(1,896,337)	(1,934,899)
Disposal of tangible capital assets	-	-	168,972
Amortization of tangible capital assets	-	706,440	623,420
Recognition of asset retirement obligation	-	-	(78,917)
Remeasurement of asset retirement obligation	-	(9,607)	-
	-	(1,199,504)	(1,221,424)
Acquisition of prepaid expenses	-	(3,550)	(23,375)
Acquisition of inventories	-	(45,747)	(30,726)
Use of prepaid expenses	-	23,375	536
Use of inventories	-	30,726	48,307
	-	4,804	(5,258)
Net change in net financial assets	163,910	(1,062,624)	1,254,940
Net financial assets, beginning of year	4,432,345	4,432,345	3,177,405
Net financial assets, end of year	\$ 4,596,255	\$ 3,369,721	\$ 4,432,345

See accompanying notes to financial statements.

DISTRICT OF BARRIERE

Notes to Financial Statements

Year ended December 31, 2024

District of Barriere (the "District") is incorporated and operates under the provisions of the Local Government Act and the Community Charter of British Columbia.

The District provides municipal services to residents of the incorporated area. These include protective services, transportation services, environmental services, development services, water utilities, sewer utilities, parks and recreation, and general government services.

1. Significant accounting policies:

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

(a) 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.

(b) Revenue recognition:

Property taxes, parcel taxes, frontage taxes, special assessments, and grants in lieu of taxes are recognized as revenue in the year in which they are assessable.

Service revenue, such as water and sewer user rates, connection fees, sale of services, and interest and penalties are recognized as revenue in the year the related service is provided.

Investment income is reported as revenue in the period earned.

Land sales are recognized when the title transfers and all of the rights and responsibilities of ownership have transferred, the price to the buyer is determinable and collectibility is reasonably assured.

(c) Government transfers:

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made unless the transfer contains stipulations that create a liability in which case the transfers are recognized as revenue in the period that the liability is extinguished.

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

1. Significant accounting policies (continued):

(g) Non-financial assets (continued):

(i) Tangible capital assets:

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

Asset	Rate
Equipment	3-25 years
Vehicles	5-20 years
Roads and bridges	30-80 years
Wastewater infrastructure	15-80 years
Waterworks infrastructure	12-100 years
Buildings	40-50 years

Assets under construction are not amortized until the asset is available for productive use. Annual amortization is charged in the year of acquisition and in the year of disposal.

(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 capitalizes interest costs associated with the acquisition or construction of a tangible capital asset when they are directly attributable to the asset.

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

1. Significant accounting policies (continued):

(j) Financial Instruments (continued):

Unrealized changes in fair value are recognized on the consolidated statement of remeasurement gains and losses. They are recorded in the consolidated statement of operations and accumulated surplus when they are realized. There are no unrealized changes in fair value as at December 31, 2024 and December 31, 2023. As a result, the District does not have a consolidated statement of remeasurement gains and losses.

Transaction costs incurred on the acquisition of financial instruments subsequently measured at fair value are expensed as incurred.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the consolidated statement of operations and accumulated surplus.

(k) Asset Retirement Obligations:

Asset retirement obligations are recognized when, as at the financial reporting date, all of the following criteria are met:

- There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- The past transaction or event giving rise to the liability has occurred;
- It is expected that future economic benefits will be given up; and,
- A reasonable estimate of the amount can be made.

The District has assessed its assets in consideration of these and noted that there are obligations which meet the above criteria.

2. Accounting policy changes:

(a) PS 3400 Revenue:

On January 1, 2024, the District adopted Canadian public sector accounting standard PS 3400 Revenue. The standard makes a distinction between transactions that include performance obligations (exchange transactions) and those that do not include a performance obligation (non-exchange transactions).

The adoption of this standard did not have any impact on the amounts presented in these financial statements.

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

5. Deferred revenue:

	2024	2023
Prepaid transfers from other governments	\$ 573,032	\$ 609,704
Deferred lease	137,500	-
Prepaid development cost charges	45,839	66,314
Prepaid property tax	18,161	33,854
Restricted funds	14,279	17,570
	<u>\$ 788,811</u>	<u>\$ 727,442</u>

6. Asset retirement obligations:

The District's asset retirement obligations include asbestos and insulation in buildings.

	2024	2023
Balance, beginning of year	\$ 83,573	\$ -
Initial recognition of expected discounted cash flows	-	78,917
Remeasurement	9,607	-
Accretion	3,696	4,656
Balance, end of year	<u>\$ 96,876</u>	<u>\$ 83,573</u>

Accretion expense is included in general government expenses in the segmented information and accumulated surplus. The undiscounted cash flows required to settle the obligations are \$206,016 (2023 - \$140,000) to be paid between fiscal 2025 and fiscal 2032. The estimated cash flows were discounted using a rate of 3.93% (2023 - 5.90%).

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

7. Tangible capital assets (continued):

2023	Land	Roads and bridges	Buildings	Equipment	Vehicles	Wastewater infrastructure	Waterworks infrastructure	Total 2023
Cost:								
Balance, beginning of year	\$ 4,945,629	\$ 7,310,000	\$ 1,429,081	\$ 1,210,670	\$ 1,456,444	\$ 8,849,252	\$ 10,253,496	\$ 35,454,572
Additions	-	-	623,644	287,803	-	18,397	1,190,931	2,120,775
Disposals	-	-	-	-	(37,400)	(168,972)	-	(206,372)
Asset retirement obligation	-	-	78,917	-	-	-	-	78,917
Balance, end of year	\$ 4,945,629	\$ 7,310,000	\$ 2,131,642	\$ 1,498,473	\$ 1,419,044	\$ 8,698,677	\$ 11,444,427	\$ 37,447,892
Accumulated amortization:								
Balance, beginning of year	\$ -	\$ 3,413,329	\$ 473,704	\$ 798,170	\$ 848,232	\$ 830,514	\$ 1,875,952	\$ 8,239,901
Disposals	-	-	-	-	(37,400)	-	-	(37,400)
Amortization expense	-	95,206	43,520	64,044	51,989	157,663	210,998	623,420
Asset retirement obligation	-	-	7,892	-	-	-	-	7,892
Transfers	-	8,350	-	-	-	-	(8,350)	-
Balance, end of year	-	3,516,885	525,116	862,214	862,821	988,177	2,078,600	8,847,511
Net book value, end of year	\$ 4,945,629	\$ 3,793,115	\$ 1,606,526	\$ 636,259	\$ 556,223	\$ 7,710,500	\$ 9,365,827	\$ 28,614,079

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

9. Commitments:

The District has entered into contracts for snow removal with annual minimum payments for the next two years for a total of \$323,315 (2025 - \$201,218; 2026 - \$122,097).

10. Taxation and grants in lieu:

General fund taxation revenues comprises the following amounts raised less transfers:

	2024	2023
Municipal and school property taxes levied	\$ 2,360,419	\$ 2,271,677
Less collections on behalf of other government entities:		
Province of B.C. - School taxes	697,689	680,736
Thompson-Nicola Regional District ("TNRD")	329,394	315,452
Thompson Regional Hospital District	136,478	135,682
Police taxes	120,977	111,855
B.C. Assessment Authority	17,431	20,752
Payment in lieu of taxes	3,092	1,177
Other	91	232
	1,305,152	1,265,886
	\$ 1,055,267	\$ 1,005,791

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

13. Pension liability:

The District 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 administering the plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2023, the Plan has approximately 256,000 active members and approximately 129,000 retired members. Active members include approximately 45,000 contributors from local governments.

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

The most recent valuation for the Municipal Pension Plan as at December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The District paid \$56,788 (2023 - \$47,780) for employer contributions while employees contributed \$52,518 (2023 - \$37,150) to the plan in fiscal 2024.

The next valuation will be as at December 31, 2024, with results available in 2025.

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

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

15. Segmented information (continued):

(d) Environmental services:

The Environmental Health Department consists of landfill maintenance and garbage collection and processing.

(e) Parks and recreation:

Parks and recreation is responsible for parks and playgrounds, recreation programming, cemetery services, and cultural buildings and programs.

(f) Water utility:

The District is responsible for environmental programs including the engineering and operation of the potable water system.

(g) Sewer utility:

The District is responsible for environmental programs including the engineering and operation of the wastewater system.

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the presentation of segmented financial information. The accounting policies used in these statements are consistent with those followed in the preparation of the financial statements.

DISTRICT OF BARRIERE

Notes to Financial Statements (continued)

Year ended December 31, 2024

15. Segmented information (continued):

2023	Protective services	Transportation services	Environmental services	Development services	Parks and recreation	Water utility	Sewer utility	General government	Total
Revenue:									
Tax requisition	\$ 99,996	\$ 229,562	\$ 92,533	\$ 24,843	\$ 82,374	\$ -	\$ -	\$ 476,483	\$ 1,005,791
Grants in lieu	-	-	-	-	-	-	-	40,408	40,408
Sales of services	226,435	65,208	207,423	49,428	9,680	511,982	131,011	54,966	1,256,133
Government transfers	-	-	-	-	21,200	928,888	-	2,619,127	3,569,215
Other	-	-	-	-	1,125	-	-	89,079	90,204
Total revenue	326,431	294,770	299,956	74,271	114,379	1,440,870	131,011	3,280,063	5,961,751
Expenses:									
Operating	240,242	398,461	98,952	22,472	97,838	151,501	133,121	452,420	1,595,007
Salaries and benefits	55,953	59,794	99,877	26,921	121,362	163,741	86,301	647,753	1,261,702
Amortization	39,182	105,822	6,723	-	62,178	218,173	137,388	53,954	623,420
Total expenses	335,377	564,077	205,552	49,393	281,378	533,415	356,810	1,154,127	3,480,129
Annual surplus (deficit)	\$ (8,946)	\$ (269,307)	\$ 94,404	\$ 24,878	\$ (166,999)	\$ 907,455	\$ (225,799)	\$ 2,125,936	\$ 2,481,622

DISTRICT OF BARRIERE

Schedule 1 - unaudited
COVID-19 Safe Restart Grant

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Balance, beginning of year	\$ 155,605	\$ 155,605
Balance, end of year	\$ 155,605	\$ 155,605