



Village of Fruitvale 2013 Annual Report





Beaver Creek



Cemetery Memorial Stone



Rain Garden



Growing Our Roots Community Garden



Cemetery



Footbridge

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Message from the Mayor



Dear Fruitvale Residents,

Welcome to the Village of Fruitvale's 2013 Annual Report. I would like to begin by taking this opportunity to thank all the residents of Fruitvale for the privilege and honour of serving as your Mayor for the past term. A special thanks goes out to my colleagues on Council for their continued loyalty and commitment in carrying out their duties as your elected representatives. To our Office and Public Works staff, I appreciate your **dedication and effort.** **You each play an important role in the affairs of the Village.** I'd also like to express my gratitude to committee members, volunteers, community groups and residents whose contributions continue to enhance and benefit our community.

Respect for the taxpayer remains a very important concern to Council, both from a fiscal perspective and through communication. We continue to apply for grants, and through hard work and utilization of every **available networking opportunity, we have been very successful.** **The reduction in this year's tax levy shows** that fiscal responsibility is a priority for us. We are also fully committed to keeping the public informed and take every opportunity to listen and respond to you.

2013 was a very busy and productive year! In addition to the ongoing maintenance of Village infrastructure and services, several capital projects were completed and significant planning is underway for major projects in 2014. I am pleased to highlight a few of the accomplishments we have made through teamwork and a collaborative effort: (1) Creekside Community Park access improvements; (2) reconstruction of Startup Lane (behind the Post Office) and Beaver Street boulevard; (3) major drainage works and improvements to road and bridge surfaces on Columbia Gardens Road; (4) Haines Park Complex ball field enhancements; and (5) design planning and environmental work for future sewer treatment and collection upgrades.

Social planning continued to be successful in 2013. Numerous community development activities have taken place since the creation of the Beaver Valley Youth Council and Beaver Valley Age Friendly Program, which were both started in 2012. Grant funding from the Government of Canada and a partnership with Beaver Valley Blooming Society have enabled us to expand community amenities this past year – the Fruitvale Cemetery Memorial Stone, the Rain Garden beside the Fruitvale Memorial Hall, and the Community Garden on **Beaver Street.** **This funding is engaging seniors and children/youth through the "Sharing Our Roots" knowledge exchange project and the "Growing Our Roots" community garden project.**

continued...

Mayor Patricia Cecchini

mayor@village.fruitvale.bc.ca

(250) 367-7691

- Community Impact (Waneta Project)
- Greater Trail Mayors & RDKB Directors Committee/Highway 3 Coalition
- Personnel Committee—Chair
- Lower Columbia Initiatives Corporation (LCIC) - Director/Lower Columbia Comm. Development Team Committee
- Regional District of Kootenay Boundary (RDKB) —Director, WKBRH District Board—Alternate
- RDKB—Beaver Valley Water Service Committee—Chair, East End Stakeholders, BV Recreation, Parks & Trails



Message from the Mayor



Through the support and direction of many committees and local organizations, our community was pleased to offer the following annual events: **"Variety" Winter Carnival, hosted in January; May Days and Canada Day celebrations;** Beaver Valley Lanes big 50th birthday party, held mid-October; Halloween bonfire at the Fire Hall; the Remembrance Day Service and community luncheon on November 11th; and Jingle Down Main in December. Many BV Youth Council activities, Age Friendly social activities and community luncheons were also held. We are thankful for our ever-helpful volunteers for their time and labour, as well as generous financial support from local, provincial and federal governments, businesses, foundations, corporations and the public which allow these events to occur. We continue to partner with the Beaver Valley Recreation Service to fund our Seniors Co-ordinator position.

We remain committed to the Values and Principles presented on the following pages and strive to maintain the wonderful lifestyle we enjoy in our community. I encourage you to read the following report which gives the **highlights of the Village's plans and programs.**

I also encourage you to browse through our website, where you will find information pertaining to Council and administrative functions. Please feel free to contact me, or any Council or staff member listed below with any questions or comments about the Village of Fruitvale.

In closing, I wish you a safe and healthy year, and look forward to seeing you at our various social functions in 2014.

Yours truly,

Mayor Patricia Cecchini

Council Contact Information:

| | | |
|---------------------------|--------------------------|----------------|
| Councillor Bert Kniss | b.kniss@telus.net | (250) 367-6612 |
| Councillor Tabatha Webber | tabatha_webber@telus.net | (250) 367-7346 |
| Councillor Jill Prince | jillprince@telus.net | (250) 367-7400 |

Village Office Contact Information:

| | | |
|--|----------------------------------|---|
| CAO Lila Cresswell | cao@village.fruitvale.bc.ca | (250) 367-7551x225 |
| Executive Assistant Melissa Zahn | projects@village.fruitvale.bc.ca | (250) 367-7551x224 |
| Office: PO Box 370, 1947 Beaver Street, Fruitvale, BC V0G 1L0 | info@village.fruitvale.bc.ca | tel: (250) 367-7551 fax : (250) 367-9267 |

Council Committee Appointments

Responsibilities:

- To communicate and co-ordinate with other bodies, and keep Council informed;
- To receive and/or initiate comments and suggestions on relevant issues;
- To respond with recommendations, referral, and/or communication;
- To propose appropriate policy; and
- To report to Council.



Councillor Bert Kniss

- Finance & Budget Committee—Chair
- Beaver Valley Water Service Committee
- Attainable Housing Committee
- May Days Liaison



Councillor Tabatha Webber

- RDKB—Alternate Director
- West Kootenay Boundary Regional Hospital District Board—Alternate Director but permanent attendee
- Personnel Committee—Member
- Community Impact (Waneta) —Alternate



Councillor Jill Prince

- Youth Action Committee (Columbia Youth Community Development Centre)
- Youth Engagement Liaison (CBT CDYF)
- Finance & Budget Committee—Member
- Communities in Bloom Liaison
- Lower Columbia Comm. Development Team (LCCDT)

THE HEART OF THE BEAVER VALLEY

"PRACTISE RANDOM ACTS OF KINDNESS"

VISION

The Village of Fruitvale will be a visually appealing, well-designed, warm-hearted, family-oriented community where residents of all ages can feel safe, and where lifestyle is enriched by common access to cultural, recreational and life services. Fruitvale recognizes that natural resources are finite, and will strive to develop the community in a sustainable and responsible manner.

MISSION

commitment to provide good community services to the individual and family

VALUES

- Demonstrate fiscal responsibility
- Put people first with respect for the Community
- Provide open, honest and ethical response to the needs of our citizens
 - Create positive partnerships
 - Adapt to the changing needs of our Community
- Encourage initiative, communication and teamwork
 - Enable quality performance and improvements
- Provide a work environment focusing on safety, respect and empowerment for employees
- Promote an environmentally responsible community
 - Encourage innovation



WHERE COMMUNITY SPIRIT IS OUR LIFESTYLE

GUIDING PRINCIPLES

Quality of Life:

* Maintain a small town community feel to Fruitvale even as it grows towards 3,000 or more people. * Create a strong Village Centre that will become the "heart" of Fruitvale. * Promote a pedestrian friendly community that will encourage walking throughout Fruitvale. * Improve the aesthetic appeal of the community in both public and private properties. * Encourage diversity in shopping and amenities. * Promote a safe and secure environment for all to enjoy. * Assist volunteer groups. * Foster the growth of art and culture in Fruitvale. * Incorporate age friendly policies throughout the Official Community Plan.

Housing:

* Encourage a variety of housing options to support a cross-section of the demographics. * Increase the amount of affordable housing options available to young families, seniors and the needy. * Increase density and forms of housing that respect efficient development and community sustainability.

Natural Environment:

* Maintain the natural beauty in and around Fruitvale. * Enhance and protect the Beaver Creek corridor. * Protect the integrity of the community watershed. * Protect the integrity of the water quality. * Ensure refuse is managed.

Recreation, Trails, and Open Space:

* Provide an adequate supply of parks for passive and active play. * Develop a connecting trails network. * Continue the expansion of the sidewalk network.

Transportation & Infrastructure:

* Plan and provide for cost effective infrastructure upgrades. * Improve road maintenance. * Enhance the public transit system. * Expand the sanitary sewer system and storm water system. * Ensure drinking water quality. * Provide for multi-use trails and urban sidewalk system.

Food & Agriculture:

* Encourage farmers' markets promoting fresh food products. * Support opportunities to purchase local food. * Protect agriculture industry and support production at any scale suitable for the urban environment.

Energy & Greenhouse Gas:

* Promote energy conservation. * Promote air quality improvements.

Local Economy:

* Continue to manage growth of the community's housing stock and commercial services. * Develop a community economic development strategy in keeping with sustainable growth and capacity. * Support local business retention and enhancement, recruit new commercial development and employment generators. * Continue with the Village Centre revitalization. * Promote tourism development that is based on the draw of the natural beauty of the area, outdoor recreation, sports and local events and festivities.

Planning Services



Planning services encompass a wide range of activities; from short range, immediate projects such as walking paths to long range future land use and development such as the Official Community Plan. Planning includes zoning, development permits and variances, subdivisions, strata subdivisions, utility plans for water, sewer and drainage, roads and transportation - both pedestrian and vehicular, parks, playgrounds, playing fields, heritage promotion, riparian/streamside and flood plain protection, boundary extensions, and a host of minor development issues.

Comprehensive Utilities Planning

Significant delays occurred in the planning process for Phase 1 of the Sewer Treatment Plant Upgrades. A full Environmental Impact Study was carried out for the effluent release from the Village's sewer treatment plant to Beaver Creek. As of June 2014, an agreement to undertake the predesign has now been prepared and construction is expected to begin in 2015.

The Beaver Valley Water Service continues to upgrade the water treatment and distribution systems in and around the Village.

Storm drainage and ditching programs are ongoing.

In terms of transportation infrastructure, reserves were set aside in 2013 for additional road upgrades scheduled for 2014.

Zoning, Subdivisions and Land Use

In 2013, the Village continued with the Zoning Bylaw re-write and Development Permit Area guidelines. In November a Public Open House was held for the first reading. Public Hearings, final amendments and implementation is expected in 2014.

Parks & Social Planning

Access improvements to both entrances of Creekside Community Park were completed in 2013 with assistance from a federal grant. The walkway into the park from the Kootenay Avenue footbridge was improved to enable better access for handicapped, persons with mobility challenges and families with small children or strollers, etc.

In September 2013, a contract was signed with Burlington Northern Santa Fe Railroad to lease property along the railroad tracks on Eastview Boulevard. The Village continues to source funding for trail development and for a heritage themed walking path along Eastview Boulevard.

The Village is very excited about developments in the area of social planning. In particular, Youth and Senior programs are gaining great speed in Fruitvale. The Columbia Basin Trust Community Directed Youth Fund application was successful and will provide \$100,000 over four years to increase activities, opportunities and services for Youth in the Beaver Valley.

Equally positive is the progress seen in planning programs for our local seniors and youth. The Age Friendly Program was successful in receiving funding in 2013. The New Horizons for Seniors federal grant application was approved and funding is giving seniors in our community opportunities to mentor youth. Also, in partnership with the Beaver Valley Blooming Society (BVBS), two Columbia Basin Trust (CBT) Community Initiative grants were received. BVBS sponsored monthly lunches and the community garden development on Beaver Street. This garden brings our seniors and youth together in a teaching and learning environment. The BV Youth Program funded by CBT completed the second of a four year youth development program.



Corporate Climate Action



The Village of Fruitvale is responding to local and global environmental concerns and making climate change adaptation a priority. The Village is a signatory to the BC Climate Action Charter, pledging to become carbon neutral. The Village also signed the Columbia Basin Water Smart Charter pledging to reduce domestic water consumption Basin-wide by 20% by 2015.

What exactly are carbon neutral operations?

Carbon neutral means the Village will reduce greenhouse gas (GHG) emissions as much as possible, and will offset remaining emissions by investing in projects such as renewable energy, energy efficiency and reforestation. The Province of B.C. has set up the Pacific Carbon Trust for this purpose; to identify GHG offset projects in B.C. In addition to becoming carbon neutral, the B.C. Climate Action Charter sets the following goals:

- To develop strategies and take actions aimed at reducing GHG emissions
- To remove barriers such as existing policies and procedures that impede taking action on climate change
- To encourage infrastructure and a built environment that supports economic and social needs while minimizing environmental impacts.

Reducing energy consumption in the Village's major facilities and reducing the fuel consumption of our fleet were identified as highest priorities. The Village's major facilities, including the Fruitvale Memorial Centre and Public Works Shop are responsible for 45 percent of GHG emissions. The Village's fleet produces 53 percent of GHG emissions.

In 2013, the Village's corporate GHG emissions decreased by 20 tonnes, from 123 tonnes to 103 tonnes: a decrease of nearly 16%.

The Village remains classed as "working towards carbon neutrality" with amounts dedicated to carbon neutral reserves for future energy conscious projects.

The Village of Fruitvale is proud to be taking these important steps toward protecting our environment for our citizens and future generations.

The RDKB Beaver Valley Water Service Vision, Plan and Goals

A few of the five, ten and twenty-five year goals of the Beaver Valley Water Service include:

Five Years

- To achieve 25% volume reduction in water consumption
- To develop a water leak detection plan
- To explore the feasibility of a metered system
- To promote a well engaged, educated and accepting community

Ten Years

- To achieve 90% water accountability
- To develop a source expansion plan (funding, access, etc.)
- To finalize infrastructure replacement program

Twenty-five Years

- To service a potential 30% increase in population
- To have a development cost reserve of \$1.35M (based on an estimated 30% population growth over twenty-five years)
- To bring a new water source online as and when required

Operational Services



The Village of Fruitvale Public Works Department is a small, extremely dedicated and efficient team. The team consists of 1 labourer (2 in summer with the addition of a temporary worker), 3 municipal maintenance workers, 1 lead hand, a water treatment foreman, and a public works foreman. In 2013, the crew completed a number of capital projects while working diligently to tackle the regular works program required to maintain municipal services to the community.

The following is a list of areas where regular maintenance was performed:

- **Water Systems**
 - Treatment & Distribution
- Storm Sewer System
- Equipment Maintenance
- Sidewalks & Bridges
- Signs & Traffic Control
- Sweeping & Dust Control
- Parks and Irrigation
- **Sanitary Sewer Systems**
 - Collection & Treatment
- Water & Sewer Connections
- Building & Facilities Maintenance
- Roads & Streets
- Cemetery Maintenance & Interments
- Planning & Budgeting
- Education, Training and Safety

In 2013, the capital works program included upgrades to the road, bridge, and drainage works on Columbia Gardens Road hill, reconstruction, water and drainage improvements from Startup Lane to Beaver Street boulevard, completion of phase 1 of the cemetery expansion, and the installation of the cemetery memorial stone. Rehabilitation was also done to the Lewis Park diamonds and bleachers at the Haines Park Complex. The rain garden was completed at the Fruitvale Memorial Centre (FMC) which included fill, plantings, irrigation, walking paths, barriers and bench installation. The hot water system recirculating pump was replaced at the FMC as well.

The Village continues the practice of providing good quality equipment to ensure that the work program is carried out in an effective and efficient manner. To this end, the 2001 Sterling dump truck was traded in for a new 2013 International dump truck. Considerable time was spent on Requests for Proposals and Expressions of Interest for the new dump truck and the aging fleet vehicles. Two energy efficient service trucks were added to the fleet in 2013.



Community Services



Community Pride:

2013 was another jam-packed and fruitful year! The first Spirit event of the year was the Winter Carnival with all proceeds going to Variety-the Children's Charity. It was fun for the whole family! Beaver Valley May Days was a weekend long celebration organized by May Days Society. May Days 2013 was one of the most well attended in recent memory. Activities included parade, fireworks, children's games, slo-pitch tournament, hikes, plenty of food, and much more! Another Spirit event was Canada Day with celebrations were made possible by a grant from the Government of Canada. The Remembrance Day Ceremony and community luncheon was very well supported. Jingle Down Main was the Village's fun kick-off to winter for all ages. Early in December a movie matinee, street vendors, discounted late shopping hours, free hot chocolate and hotdogs from Fruitvale Firefighters, a bonfire, of course, a visit from Santa were all favourite draws. The Jingle Express (free train rides sponsored by Columbia Power and several other local organizations, provided by International Railroad Systems in exchange for perishable food items for the local Food Bank) sold out.



Age Friendly:

In 2013, Fruitvale was recognized by the Province as an Age Friendly community and was invited to present our experience to other municipalities at the Union of BC Municipalities Conference in Vancouver. The Beaver Valley Age Friendly program continues to bring senior residents together at monthly luncheons with subject-appropriate guest speakers to enhance awareness of common age-specific issues and opportunities. The program continues with the support of the BV Recreation Service.

The Age Friendly Steering Committee's vision of keeping community seniors active, aware of age friendly events and services, organizing, promoting and leading an age friendly assessment of the community has been realized.

Community Support:

As in past, the Village granted free rentals to many groups: Community Chest, May Days, JL Crowe Grad, Breakfast with Santa, Prayer Group, Youth Bowling Club, Nitehawks and BV Minor Hockey to name a few.

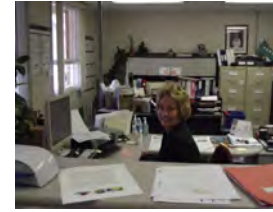
Youth Development:

The CBT Community Directed Youth Funds (CDYF) is a program which supports services for youth ages 12 to 19 by providing sub-regions with \$100,000 over four years to increase activities, opportunities and services for youth in local communities. Fruitvale saw huge strides in youth involvement in 2013. The Beaver Valley Youth Council remained highly active throughout the year. Youth in grades 6 to 12 held regular Youth Council meetings, voting on priorities for the use of CDY funds. Yoga and Art classes were regular activities. Back to School night, the Halloween party and Family Ski night were all great fun. Self development was encouraged through the Job Readiness Program. This program gives credit for volunteer hours towards different certificates. Beaver Valley Youth have most definitely become more engaged due to the inception of this program.



Fruitvale Memorial Centre:

A great number of social and community events take place in the community hall arranged by local organizations and service groups such as the Lions Club, Rotary International, Community Chest, BV Library, BV Parks and Recreation Services, BV Manor Society, etc. These events provide for a varied social life for Village residents.



Personnel is a key asset for the Village of Fruitvale. We continue to provide development opportunities for our staff to ensure they are well trained. We were pleased to present one award in 2013 for long service recognition to Jason Startup, Public Works Foreman who received a 20-year service plaque. Water Distribution I and Cross Connection Control Tester courses were successful in 2013. Also, Fruitvale hosted Confined Space training and the Public Works staff recertified in First Aid. Environmental Operators Certification Program Continuing Education Units remain a priority to keep our staff at required certification levels.

Council, administration and office staff attended various symposia addressing pertinent issues such as attainable housing, infrastructure sustainability, regional collaboration and taxation. These provide essential opportunities to garner knowledge of current local government topics and developments as well as cultivate relationships locally, regionally, provincially and federally.

The Village staff has the primary responsibility of helping Council to lead and manage the Village. The Village is a complex business and has many responsibilities to ensure finances are sound and effectively managed and spent. Other responsibilities include long term financial planning, annual operational and capital budget development, accounting, treasury and cash management as well as all statutory and funding reporting requirements. Purchasing, payments and payroll are coordinated through this department as well. Financial staff calculate, levy and collect property taxes, water, sewer and garbage fees as well as all other payments due to the Village.

2013 Highlights:

- Enhanced and updated the Village website
- Prepared for transition back to PST
- Negotiated 3 year labour agreement with CUPE Local 2087
- Maintained IT assets through replacement and upgrade of aging technologies
- Provided financial analysis and advice on Village initiatives

Looking Forward:

- Refine annual budget to ensure alignment of **Council's strategic priorities outlined for 2014-2018**
- Research and implement best practices
- Prepare for and conduct 2014 civic election
- Initiate Request for Proposal and tender processes for municipal contract purposes
- Explore social media options



Permissive Tax Exemptions Schedule

The Village continues to support non-profit societies and organizations that benefit the community and Village residents by enhancing the quality of life socially, economically or culturally. This support is provided by permissive tax exemptions for properties used to provide services deemed of benefit to the community.

| Bylaw | Name | Roll # | Class | 2013 Assessed Value | 2013 Municipal Rate | 2013 Taxes Village Portion | 2013 Taxes Totals |
|---|-----------------------------------|---------|---------------|---------------------------|---------------------------|----------------------------------|----------------------|
| #830, 2011 | BV Manor | 32.050 | Land - 1 | 200,000 | 2.70380 | \$ 600.76 | \$ 2,397.85 |
| | | | Buildings - 1 | 771,000 | 2.70380 | \$ 2,084.63 | \$ 7,576.42 |
| #830, 2011 | Scout Properties | 267.000 | Land - 8 | 168,000 | 2.70380 | \$ 514.24 | \$ 2,171.14 |
| | | | Buildings - 6 | 37,500 | 5.94840 | \$ 223.07 | \$ 846.78 |
| #830, 2011 | Scout Properties | 268.000 | Land - 8 | 168,000 | 2.70380 | \$ 514.24 | \$ 2,171.14 |
| | | | Buildings - 6 | 141,000 | 5.94840 | \$ 838.72 | \$ 3,183.91 |
| #830, 2011 | BV Curling Club | 288.000 | Land - 8 | 67,700 | 2.70380 | \$ 183.05 | \$ 700.63 |
| | | | Land - 6 | 67,700 | 5.94840 | \$ 462.71 | \$ 1,961.23 |
| | | | Buildings - 6 | 544,000 | 5.94840 | \$ 3,235.93 | \$ 12,284.00 |
| #831, 2011 | Catholic Church | 55.012 | Land - 8 | 59,500 | 2.70380 | \$ 220.88 | \$ 1,048.27 |
| | | | Buildings - 8 | 162,100 | 2.70380 | \$ 438.29 | \$ 1,677.58 |
| #834, 2011 | Fellowship Church | 337.000 | Land - 8 | 67,500 | 2.70380 | \$ 242.51 | \$ 1,131.06 |
| | | | Buildings - 8 | 164,000 | 2.70380 | \$ 443.42 | \$ 1,697.24 |
| #832, 2011 | United/Anglican Church Hall | 244.099 | Land - 8 | 81,200 | 2.70380 | \$ 279.55 | \$ 1,272.84 |
| | | | Buildings - 8 | 276,000 | 2.70380 | \$ 746.25 | \$ 2,856.33 |
| #833, 2011 | United/Anglican Church | 244.100 | Land - 8 | 13,100 | 2.70380 | \$ 95.42 | \$ 568.07 |
| #830, 2011 | South Columbia Search & Rescue | 371.110 | Land—6 | 50,400 | 5.94840 | \$ 359.80 | \$ 1,570.58 |
| | | | Buildings—6 | 74,900 | 5.94840 | \$ 505.54 | \$ 1,691.31 |
| Grand Total | | | | | | \$ 11,989.01 | \$ 46,806.38 |
| | | | | | | Note 1 | Note 2 |
| Note 1: Land includes General Municipal Rate plus \$95.00 Sewer Parcel Tax | | | | | | | |
| Note 2: Land includes Tax Rates + \$95.00 Sewer Parcel Tax + \$450 Water Parcel Tax | | | | | | | |

Vision for the Future



All effective action advances a vision. The vision for the Village of Fruitvale held by Mayor and Council includes the following:

- The Village will promote the character of the West Kootenays and maintain and celebrate the diverse legacy of parklands and natural areas.
- The Village will be safe, accessible, open and inclusive, offering homes that are affordable for various levels of income.
- The Village will make available a full complement of infrastructure and a rich array of community amenities to provide a great quality of life for all residents, from infants to seniors.
- The Village will be pedestrian friendly and its transportation system will provide mobility choices.
- The Village will have a prosperous economy that offers jobs and business opportunities for its residents, and the Village will be seen as a destination for culture, arts, education and healthy, active lifestyles in the West Kootenays.
- **The Village's government will be seen as a leader in accountability, transparency, communication, openness, effective governance, fiscal responsibility, reliable service delivery, intergovernmental cooperation, and smart growth management.**

CORPORATION OF THE VILLAGE OF FRUITVALE

FINANCIAL STATEMENTS

DECEMBER 31, 2013

CORPORATION OF THE VILLAGE OF FRUITVALE

DECEMBER 31, 2013

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Schedule 3 - Financial Activities - Sewer Operating Fund

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Schedule 6 Schedule of Reserve Funds

Schedule 7 Schedule of Tangible Capital Assets

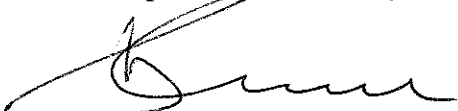
THE CORPORATION OF THE VILLAGE OF FRUITVALE
REPORT FROM THE CHIEF ADMINISTRATIVE OFFICER

It is my pleasure to present the Corporation of the Village of Fruitvale's 2013 Annual Municipal Financial Report, which includes the Auditors' report and Audited Financial Statements.

The financial statements are prepared by management in compliance with Section 167 of the Community Charter and in accordance with generally accepted accounting principles, as recommended by the Public Sector Accounting Board (PSAB). Management is responsible for implementing and maintaining a system of internal controls to ensure that reliable financial statements and schedules are prepared, that the Village's assets are safeguarded, and that these financial statements are consistent with other reporting requirements of the Financial Information Act. Village Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and ensuring that internal controls are maximized.

These financial statements were audited by L. Soligo & Associates Ltd., Chartered Accountants. Their responsibility is to express an opinion on the financial statements based on the results of their audit. Their report concludes that these financial statements present fairly, in all material aspects, the financial position of the Village as at December 31, 2013. The external auditors have full and free access to Village Council.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Lila Cresswell', with a stylized flourish at the end.

Lila Cresswell
Chief Administrative Officer

L. Soligo & Associates Ltd.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To Mayor and Council Members
Corporation of the Village of Fruitvale

We have audited the accompanying consolidated financial statements of the Corporation of the Village of Fruitvale, which comprise the consolidated statement of financial position as at December 31, 2013 and the consolidated statements of operations, net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of 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' judgement, including assessing those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2013 and the results of its financial activities, net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included in the Other Financial Information section is presented for purposes of additional analysis and is a required part of the consolidated financial statements. Such supplementary information has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, accordingly, we express no opinion on them.

Trail, B.C.
May 12, 2014

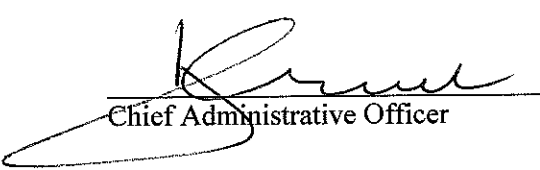
L. Soligo & Associates Ltd.
CHARTERED ACCOUNTANTS

CORPORATION OF THE VILLAGE OF FRUITVALE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2013

| | 2013 | 2012 |
|--|--------------|--------------|
| FINANCIAL ASSETS | | |
| Cash (Note 2) | \$ 191,742 | \$ 386,171 |
| Accounts receivable (Note 4) | 757,936 | 631,476 |
| | 949,678 | 1,017,647 |
| LIABILITIES | | |
| Accounts payable and accrued liabilities (Note 5) | 145,197 | 170,678 |
| Unearned revenue (Note 13) | 137,558 | 194,957 |
| Deposits and prepayments | 126,220 | 100,558 |
| Short term borrowing (Note 6) | 216,712 | - |
| Long term lease obligation (Note 8) | 96,605 | 154,316 |
| | 722,292 | 620,509 |
| NET FINANCIAL ASSETS | 227,386 | 397,138 |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Note 7 and Schedule 7) | 8,865,586 | 8,555,130 |
| Prepaid expenses | 34,425 | 37,184 |
| ACCUMULATED SURPLUS | \$ 9,127,397 | \$ 8,989,452 |
| REPRESENTED BY: | | |
| Unappropriated surplus | \$ 100,290 | \$ 316,006 |
| Capital funds (Schedule 4) | 89,661 | 24,001 |
| Reserve funds (Schedule 6) | 385,177 | 248,630 |
| Equity in tangible capital assets (Schedule 4) | 8,552,269 | 8,400,815 |
| | \$ 9,127,397 | \$ 8,989,452 |



Chief Administrative Officer

SEE ACCOMPANYING NOTES

CORPORATION OF THE VILLAGE OF FRUITVALE

CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2013

| | BUDGET | 2013 | 2012 |
|---|---------------------|---------------------|---------------------|
| REVENUES | | | |
| Taxation, grants in lieu, assessments (Note 9) | \$ 2,371,615 | \$ 2,371,900 | \$ 2,327,946 |
| Payments to other authorities (Note 9) | (1,759,178) | (1,759,175) | (1,737,912) |
| Taxation for village purposes (Note 9) | 612,437 | 612,725 | 590,034 |
| Sales of services | 308,598 | 311,952 | 283,945 |
| Other revenue from own sources | 565,745 | 359,267 | 337,741 |
| Conditional transfers from provincial government | 322,476 | 313,887 | 647,418 |
| Conditional transfers from regional district and other local governments | 1,001,540 | 528,657 | 339,230 |
| Investment income | 13,000 | 3,984 | 16,161 |
| Conditional transfers from federal government | 81,150 | 73,803 | 12,325 |
| Gain on disposal of tangible capital assets | - | 1,100 | - |
| | 2,904,946 | 2,205,375 | 2,226,854 |
| EXPENSES | | | |
| General government services | 418,164 | 466,014 | 405,538 |
| Protective services | 55,340 | 53,780 | 56,010 |
| Transportation services | 660,878 | 484,643 | 494,588 |
| Environmental health services | 59,050 | 51,004 | 41,612 |
| Public health and welfare services | 45,600 | 25,250 | 40,608 |
| Environment development services | 124,066 | 141,532 | 49,020 |
| Recreation and cultural services | 256,718 | 219,560 | 207,098 |
| Debt interest, fiscal services and other | 8,697 | 1,486 | 3,078 |
| Sewer operations | 259,685 | 189,577 | 208,085 |
| Amortization | - | 424,219 | 445,753 |
| Loss on disposal of tangible capital assets | - | 10,365 | 158 |
| | 1,888,198 | 2,067,430 | 1,951,548 |
| ANNUAL SURPLUS | 1,016,748 | 137,945 | 275,306 |
| ACCUMULATED SURPLUS, beginning of year | 8,989,452 | 8,989,452 | 8,714,146 |
| ACCUMULATED SURPLUS, end of year | \$10,006,200 | \$ 9,127,397 | \$ 8,989,452 |

SEE ACCOMPANYING NOTES

CORPORATION OF THE VILLAGE OF FRUITVALE

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS YEAR ENDED DECEMBER 31, 2013

| | 2013 | 2012 |
|--|------------|------------|
| ANNUAL SURPLUS | \$ 137,945 | \$ 275,306 |
| Acquisition of tangible capital assets | (765,040) | (422,382) |
| Amortization of tangible capital assets | 424,219 | 445,753 |
| Proceeds on sale of tangible capital assets | 20,000 | 57,240 |
| Loss on disposal of tangible capital assets | 10,365 | 158 |
| | (172,511) | 356,075 |
| Change in prepaid expenses | 2,759 | (2,804) |
| (DECREASE) INCREASE IN NET FINANCIAL ASSETS | (169,752) | 353,271 |
| NET FINANCIAL ASSETS, BEGINNING OF YEAR | 397,138 | 43,867 |
| NET FINANCIAL ASSETS, END OF YEAR | \$ 227,386 | \$ 397,138 |

SEE ACCOMPANYING NOTES

CORPORATION OF THE VILLAGE OF FRUITVALE

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2013

| | 2013 | 2012 |
|---|------------|------------|
| OPERATING TRANSACTIONS | | |
| Annual surplus | \$ 137,945 | \$ 275,306 |
| Non-cash items: | | |
| Amortization | 424,219 | 445,753 |
| Loss on disposal of tangible capital assets | 10,365 | 158 |
| Changes to financial assets/liabilities: | | |
| Accounts receivables | (126,460) | 453,482 |
| Prepaid expenses | 2,759 | (2,804) |
| Accounts payable and accrued liabilities | (25,481) | (33,897) |
| Deposits and prepayments | 25,662 | 4,739 |
| Unearned revenue | (57,399) | 129,500 |
| | 391,610 | 1,272,237 |
| FINANCING TRANSACTIONS | | |
| Repayment of long term lease obligations | (57,711) | (77,845) |
| Repayment of interim financing | (38,278) | - |
| Proceeds from new long term leases | - | 56,746 |
| Proceeds from interim financing | 254,990 | - |
| | 159,001 | (21,099) |
| CAPITAL TRANSACTIONS | | |
| Tangible capital assets acquired | (765,040) | (422,382) |
| Proceeds on disposal of tangible capital assets | 20,000 | 57,240 |
| | (745,040) | (365,142) |
| INCREASE (DECREASE) IN CASH | (194,429) | 885,996 |
| CASH, beginning of year | 386,171 | (499,825) |
| CASH, end of year | \$ 191,742 | \$ 386,171 |

SEE ACCOMPANYING NOTES

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

1. SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PRESENTATION

The Village follows Canadian generally accepted accounting principles and applies such principles on a consistent basis. Under the policy, the resources and operations of the Village are segregated into various funds for accounting and financial reporting purposes, each being treated as a separate entity with responsibility for the stewarding 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) BASIS OF CONSOLIDATION

The consolidated financial statements include all funds of the Village. Interfund revenues and expenditures have been eliminated.

C) FUNDS OF THE VILLAGE

The operations of the Village of Fruitvale are divided into a number of funds with specific purposes. Fund statements are presented as supplementary information to the consolidated financial statements. The basic funds are briefly described as follows:

Capital Funds - These funds are used to reflect tangible capital assets offset by related long-term debt and investment in tangible capital assets.

General Revenue Fund - This fund is the main fund of the municipality and is used to reflect the normal municipal operating activities including collection of taxation, administering operations, roads, policing, servicing general debt, etc.

Reserve Funds - These funds have been created to hold assets and to provide monies for specific purposes.

Sewer Fund - This fund has been established as a self-liquidating fund to cover the costs of operating this utility.

D) REVENUE RECOGNITION

Taxation

Annual levies for non-optional municipal services and general administrative services are recorded as taxes for Village purposes. Levies imposed by other taxing authorities are not included as taxes for Village purposes. Taxes are recognized as revenue in the year they are levied. The Village is not reliant on any single taxpayer.

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

1. SIGNIFICANT ACCOUNTING POLICIES - Continued

D) REVENUE RECOGNITION - Continued

Fees and charges

Charges for transportation, environmental health, permits, water and wastewater, etc. are recorded on the accrual basis and recognized when earned.

Government transfers

Government transfers are recognized as revenue in the period that the transfer is authorized, eligible criteria, if any, have been met by the Village, and a reasonable estimate of the amount can be made.

Investment income

Investment income is recorded on the accrual basis and recognized when earned. To the extent that the investments have no stated rate of return, investment income is recognized as it is received.

Proceeds from disposal of capital assets

Proceeds from the sale of tangible property and equipment are recognized as revenue at the time of sale.

E) TANGIBLE CAPITAL ASSETS

Tangible capital assets, comprised of capital assets and capital work-in-progress, are recorded at cost and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put in to service. In the year of acquisition, amortization is claimed at half the normal rate. Work in progress is not amortized. Donated tangible capital assets are reported at the time of the donation. Estimated useful lives are as follows:

| | |
|---|-----------------|
| Land improvements | 25 to 30 years |
| Buildings | 30 to 50 years |
| Fixtures, furniture, equipment and vehicles | 5 to 20 years |
| Technology | 5 years |
| Roads | 20 to 75 years |
| Bridges and other transportation structures | 50 to 100 years |
| Sewer infrastructure | 75 years |
| Drainage infrastructure | 75 years |

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

1. SIGNIFICANT ACCOUNTING POLICIES - Continued

F) BUDGET

Budget figures shown represent the initial Five Year Financial Plan Bylaw No. 843 as adopted by Council May 13, 2013. Subsequent amendments may have been made to reflect changes in expenditures approved by Council and required by law.

G) ACCRUAL ACCOUNTING

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon cost of goods and services consumed.

H) USE OF ESTIMATES

The preparation of the financial statements in accordance with Canadian generally accepted accounting principles for municipalities 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 revenue and expenditures during the reporting period. Actual results could differ from those estimates.

2. CASH

Cash includes \$31,377 (2012 - \$30,675) of cemetery care money not available to fund the day-to-day operations of the municipality. Of this total, \$28,515 is held in a term deposit earning interest at 2.0% per annum.

3. OPERATING LINE OF CREDIT

The municipality has available a \$1,681,000 operating line of credit with Kootenay Savings Credit Union bearing interest at the Credit Union's prime lending rate; secured by Bylaw. As at the year end date, the Credit Union's prime lending rate of interest was 3.5% per annum.

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

4. ACCOUNTS RECEIVABLE

| | 2013 | 2012 |
|---|-------------------|-------------------|
| Taxes | \$ 221,051 | \$ 156,948 |
| Due from Federal Government | 86,392 | 107,505 |
| Due from Regional District of Kootenay Boundary | 337,361 | 343,652 |
| Other | 113,132 | 23,371 |
| | \$ 757,936 | \$ 631,476 |

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | 2013 | 2012 |
|------------------------------|-------------------|-------------------|
| Trade payables | \$ 86,549 | \$ 116,977 |
| Employee accrued liabilities | 58,648 | 53,701 |
| | \$ 145,197 | \$ 170,678 |

6. SHORT TERM BORROWING

| | 2013 | 2012 |
|--|-------------------|-------------|
| In 2013, the Village purchased machinery and equipment, financing the purchases by two interim financing agreements with the Municipal Finance Authority of British Columbia. The terms of the financing agreement require interest only payments with interest calculated at 1.72% per annum. | \$ 216,712 | \$ - |
| | \$ 216,712 | \$ - |

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

7. TANGIBLE CAPITAL ASSETS

| | 2013 | 2012 |
|-----------------------------|--------------|--------------|
| General Capital Fund | | |
| Land | \$ 895,803 | \$ 832,248 |
| Land improvements | 568,420 | 480,771 |
| Buildings | 2,224,164 | 2,290,245 |
| Machinery and equipment | 933,338 | 793,996 |
| Engineering structures | 2,727,544 | 2,653,873 |
| | 7,349,269 | 7,051,133 |
| Sewer Capital Fund | | |
| Land | 32,467 | 32,467 |
| Buildings | 13,437 | 13,917 |
| Engineering structures | 1,470,413 | 1,457,613 |
| | 1,516,317 | 1,503,997 |
| | \$ 8,865,586 | \$ 8,555,130 |

8. LONG TERM LEASE OBLIGATION

| | 2013 | 2012 |
|--|-----------|------------|
| Machinery and equipment; repayable in monthly instalments with interest at prime less 1% per annum; maturing in 2016 and 2017. | \$ 96,605 | \$ 154,316 |

As at the year end date, the prime rate of interest was 3.0% per annum.

Future minimum lease payments are as follows:

| | Lease Payments | Interest | Total |
|------|----------------|----------|-----------|
| 2014 | \$ 38,323 | \$ 1,474 | \$ 39,797 |
| 2015 | 39,014 | 783 | 39,797 |
| 2016 | 15,591 | 189 | 15,780 |
| 2017 | 3,676 | 14 | 3,690 |
| | \$ 96,604 | \$ 2,460 | \$ 99,064 |

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

9. CONSOLIDATED REVENUES

| | 2013 | 2012 |
|--|------------|------------|
| Taxation, grants in lieu, assessments: | | |
| Property taxes | \$ 688,996 | \$ 660,174 |
| Grants in lieu of taxes | 1,161 | 1,129 |
| Collections for other authorities: | | |
| Province of BC | 569,228 | 564,082 |
| Regional District of Kootenay Boundary | 1,030,553 | 1,043,212 |
| Regional hospital districts | 68,942 | 46,491 |
| BC Assessment Authority | 12,981 | 12,819 |
| Municipal Finance Authority | 39 | 39 |
| | 2,371,900 | 2,327,946 |
| Payments to other authorities | 1,759,175 | 1,737,912 |
| | \$ 612,725 | \$ 590,034 |

The Village is not reliant upon the revenue from any specific large property taxpayers or businesses.

10. CONSOLIDATED EXPENDITURES BY OBJECT

| | 2013 Budget | 2013 Actual | 2012 Actual |
|-----------------------------------|----------------|----------------|----------------|
| Wages | \$ 567,999 | \$ 556,542 | \$ 524,756 |
| Contract services | 297,291 | 332,060 | 342,523 |
| Supplies, materials and equipment | 1,014,211 | 1,177,342 | 1,081,191 |
| Debt | 8,697 | 1,486 | 3,078 |
| | \$ 1,888,198 | \$ 2,067,430 | \$ 1,951,548 |

11. CONTINGENCIES

- a) The Corporation of the Village of Fruitvale, as a member of the Regional District of Kootenay Boundary, is jointly and severally liable for the borrowing of this authority.

The Village of Fruitvale is a member of the Municipal Insurance Association of B.C. (M.I.A.B.C.). M.I.A.B.C. is licensed to operate a reciprocal insurance exchange under section 302 of the Insurance Act. M.I.A.B.C. is a municipal self insurance program, supplying general liability coverage to their members up to a maximum of thirty five million dollars. Members are liable for their deductible and a pro-rated share of any claims exceeding their deductible.

CORPORATION OF THE VILLAGE OF FRUITVALE

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

11. CONTINGENCIES - Continued

- b) The Corporation of the Village of Fruitvale is in the process of acquiring a property within the municipal boundaries. As at the date of these financial statements, the results of the negotiation are uncertain and the future costs cannot be reasonably estimated. Consequently, no liability has been recorded in these financial statements in this regard.

12. 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 179,000 active members and approximately 71,000 retired members. Active members include approximately 35,000 contributors from local governments.

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

The Corporation of the Village of Fruitvale paid \$63,388 for employer contributions to the plan in 2013 (2012 - \$61,131).

13. FEDERAL GAS TAX

The Village of Fruitvale receives Gas Tax funding provided by the Government of Canada. The use of funding is established by a funding agreement between the Village and the Union of British Columbia Municipalities. Gas Tax funding may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects, as specified in the funding agreements. Gas Tax funding that is not spent in the year it is received is recorded as unearned revenue and is held until the Village undertakes an eligible project. The following provides a summary of funds received that comprise the unearned revenue amount on the consolidated statement of financial position.

| | 2013 | 2012 |
|---|------------|------------|
| Opening balance of unspent funds | \$ 194,957 | \$ 65,457 |
| Add: Amount received during the year | 129,055 | 129,092 |
| Interest earned | 1,546 | 408 |
| Less: Amount spent on approved projects | (188,000) | - |
| Closing balance of unspent funds | \$ 137,558 | \$ 194,957 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 1 - STATEMENT OF FINANCIAL POSITION BY FUND YEAR ENDED DECEMBER 31, 2013

| | OPERATING | | CAPITAL | | Reserve | | |
|--|-------------------|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|
| | General | Sewer | General | Sewer | Funds | 2013 | 2012 |
| FINANCIAL ASSETS | | | | | | | |
| Cash | \$ 160,365 | \$ - | \$ - | \$ - | \$ 31,377 | \$ 191,742 | \$ 386,171 |
| Accounts Receivables | 757,936 | - | - | - | - | 757,936 | 631,476 |
| Due (to) from other funds | (295,519) | (147,942) | 13,518 | 76,143 | 353,800 | - | - |
| | 622,782 | (147,942) | 13,518 | 76,143 | 385,177 | 949,678 | 1,017,647 |
| LIABILITIES | | | | | | | |
| Accounts payable and accrued liabilities | 145,197 | - | - | - | - | 145,197 | 170,678 |
| Unearned revenue | 137,558 | - | - | - | - | 137,558 | 194,957 |
| Deposits and prepayments | 126,220 | - | - | - | - | 126,220 | 100,558 |
| Interim Financing | - | - | 216,712 | - | - | 216,712 | - |
| Long term lease obligation | - | - | 96,605 | - | - | 96,605 | 154,316 |
| | 408,975 | - | 313,317 | - | - | 722,292 | 620,509 |
| Net Financial Assets | 213,807 | (147,942) | (299,799) | 76,143 | 385,177 | 227,386 | 397,138 |
| Prepaid expenses | 34,425 | - | - | - | - | 34,425 | 37,184 |
| Tangible capital assets | - | - | 7,349,269 | 1,516,317 | - | 8,865,586 | 8,555,130 |
| NET ASSETS | \$ 248,232 | \$ (147,942) | \$ 7,049,470 | \$ 1,592,460 | \$ 385,177 | \$ 9,127,397 | \$ 8,989,452 |
| EQUITY, financial | | | | | | | |
| Unappropriated surplus | \$ 248,232 | \$ (147,942) | - | \$ - | \$ - | \$ 100,290 | \$ 316,006 |
| Capital funds | - | - | 13,518 | 76,143 | - | 89,661 | 24,001 |
| Reserve funds | - | - | - | - | 385,177 | 385,177 | 248,630 |
| | 248,232 | (147,942) | 13,518 | 76,143 | 385,177 | 575,128 | 588,637 |
| EQUITY, Physical | | | | | | | |
| Tangible capital assets | - | - | 7,035,952 | 1,516,317 | - | 8,552,269 | 8,400,815 |
| TOTAL EQUITY | \$ 248,232 | \$ (147,942) | \$ 7,049,470 | \$ 1,592,460 | \$ 385,177 | \$ 9,127,397 | \$ 8,989,452 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 2 - FINANCIAL ACTIVITIES GENERAL OPERATING FUND YEAR ENDED DECEMBER 31, 2013

| | BUDGET | 2013 | 2012 |
|---|--------------|--------------|--------------|
| REVENUES | | | |
| Taxation, grants in lieu, assessments | \$ 2,297,135 | \$ 2,297,610 | \$ 2,262,936 |
| Payments to other authorities | (1,759,178) | (1,759,175) | (1,737,912) |
| Taxation for village purposes | 537,957 | 538,435 | 525,024 |
| Sale of services | 68,190 | 73,898 | 67,698 |
| Other revenue from own sources | 578,745 | 362,549 | 350,337 |
| Conditional transfers from provincial government | 322,476 | 313,887 | 647,418 |
| Conditional transfers from regional district and other local governments | 465,320 | 487,320 | 265,450 |
| Conditional transfers from federal government | 81,150 | 73,803 | 12,325 |
| | 2,053,838 | 1,849,892 | 1,868,252 |
| EXPENSES | | | |
| General government services | 418,164 | 466,003 | 405,538 |
| Protective services | 55,340 | 53,780 | 56,010 |
| Transportation services | 660,878 | 421,595 | 437,402 |
| Environmental health services | 59,050 | 51,004 | 41,612 |
| Public health and welfare services | 45,600 | 25,250 | 40,608 |
| Environmental development services | 124,066 | 141,532 | 49,020 |
| Recreational and cultural | 256,718 | 219,560 | 207,098 |
| Debt interest, fiscal services and other | 8,697 | 1,486 | 3,078 |
| | 1,628,513 | 1,380,210 | 1,240,366 |
| EXCESS OF REVENUE OVER EXPENSES | 425,325 | 469,682 | 627,886 |
| Debt principal repaid | (97,094) | (95,998) | (77,845) |
| NET EXCESS OF REVENUE OVER EXPENSES | 328,231 | 373,684 | 550,041 |
| Transfers from (to) own funds and reserves: | | | |
| Cemetery care fund | (750) | (29,853) | (12,709) |
| Cemetery care fund | - | - | 27,108 |
| General capital fund | (718,900) | (704,243) | (233,452) |
| Capital reserve | (100,000) | (100,000) | (100,000) |
| Carbon tax reserve | (3,000) | (5,992) | - |
| Short term borrowing | 255,000 | 254,990 | - |
| Appropriated surplus | 239,419 | - | - |
| | (328,231) | (585,098) | (319,053) |
| NET FUND SURPLUS (DEFICIT) FOR THE YEAR | - | (211,414) | 230,988 |
| FINANCIAL EQUITY, BEGINNING OF YEAR | 459,646 | 459,646 | 228,658 |
| APPROPRIATED SURPLUS | (239,419) | - | - |
| FINANCIAL EQUITY, END OF YEAR | \$ 220,227 | \$ 248,232 | \$ 459,646 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 3 - FINANCIAL ACTIVITIES SEWER OPERATING FUND YEAR ENDED DECEMBER 31, 2013

| | BUDGET | 2013 | 2012 |
|---|--------------|--------------|--------------|
| REVENUES | | | |
| Sewer user rates | \$ 237,908 | \$ 238,054 | \$ 214,919 |
| Connection charges | 2,500 | - | 1,327 |
| Sewer parcel taxes | 74,480 | 74,290 | 65,011 |
| Conditional transfers from regional district and other local governments | 536,220 | 41,337 | 73,780 |
| | 851,108 | 353,681 | 355,037 |
| EXPENSES | | | |
| Sewage collection system | 83,160 | 73,879 | 61,928 |
| Sewage lift stations | 43,450 | 44,006 | 41,041 |
| Sewage treatment plant | 133,075 | 134,739 | 162,302 |
| | 259,685 | 252,624 | 265,271 |
| NET EXCESS OF REVENUE OVER EXPENSES | 591,423 | 101,057 | 89,766 |
| Transfer to sewer capital | (610,699) | (105,359) | (77,184) |
| Transfer from development cost charges reserve | - | - | - |
| Appropriated surplus | 19,276 | 19,276 | - |
| NET FUND SURPLUS FOR THE YEAR | - | 14,974 | 12,582 |
| FINANCIAL DEFICIT, BEGINNING OF YEAR | (143,640) | (143,640) | (156,222) |
| APPROPRIATED SURPLUS | (19,276) | (19,276) | - |
| FINANCIAL DEFICIT, END OF YEAR | \$ (162,916) | \$ (147,942) | \$ (143,640) |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 4 - SCHEDULE OF CAPITAL EQUITY YEAR ENDED DECEMBER 31, 2013

| | General Capital Fund | | Sewer Capital Fund | | Consolidated | |
|--|-------------------------|---------------------|-----------------------|---------------------|---------------------|---------------------|
| | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 |
| Capital equity, beginning of year | \$ 6,909,235 | \$ 7,012,041 | \$ 1,515,581 | \$ 1,470,205 | \$ 8,424,816 | \$ 8,482,246 |
| Contributions to capital assets | | | | | | |
| Capital additions from operating | 704,242 | 345,198 | 40,798 | 77,184 | 745,040 | 422,382 |
| Debt retirement | | | | | | |
| Repayment of interim financing | 38,278 | - | - | - | 38,278 | - |
| Repayment of long term lease obligation | 57,710 | 77,845 | - | - | 57,710 | 77,845 |
| | 95,988 | 77,845 | - | - | 95,988 | 77,845 |
| Transfers from operating funds | - | - | 64,560 | - | 64,560 | - |
| Gain on disposal of capital assets | 1,100 | - | - | - | 1,100 | - |
| Proceeds from short term borrowing | (254,990) | - | - | - | (254,990) | - |
| Proceeds from new leases | - | (56,746) | - | - | - | (56,746) |
| Gain on disposal of capital asset | - | 2,240 | - | - | - | 2,240 |
| Amortization of capital assets | (395,740) | (414,137) | (28,479) | (31,616) | (424,219) | (445,753) |
| Loss on disposal of capital assets | (10,365) | (57,206) | - | (192) | (10,365) | (57,398) |
| | (659,995) | (525,849) | 36,081 | (31,808) | (623,914) | (557,657) |
| Capital equity, end of year | \$ 7,049,470 | \$ 6,909,235 | \$ 1,592,460 | \$ 1,515,581 | \$ 8,641,930 | \$ 8,424,816 |
| Equity in capital assets is as follows: | | | | | | |
| Financial equity | \$ 13,518 | \$ 12,418 | \$ 76,143 | \$ 11,583 | \$ 89,661 | \$ 24,001 |
| Physical equity | 7,035,952 | 6,896,817 | 1,516,317 | 1,503,998 | 8,552,269 | 8,400,815 |
| | \$ 7,049,470 | \$ 6,909,235 | \$ 1,592,460 | \$ 1,515,581 | \$ 8,641,930 | \$ 8,424,816 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 5 - SCHEDULE OF CAPITAL FUNDS FINANCING YEAR ENDED DECEMBER 31, 2013

| | General Capital Fund | Sewer Capital Fund | 2013 Total | 2012 Total |
|--|----------------------------|--------------------------|------------------|------------------|
| FINANCES ACQUIRED | | | | |
| UNEXPENDED FUNDS, | | | | |
| BEGINNING OF YEAR | \$ 12,418 | \$ 11,583 | \$ 24,001 | \$ 21,761 |
| New long term lease | - | - | - | 56,746 |
| Transfers from operating funds | 704,242 | 105,358 | 809,600 | 310,636 |
| Proceeds on disposal of capital assets | 21,100 | - | 21,100 | 57,240 |
| | <u>737,760</u> | <u>116,941</u> | <u>854,701</u> | <u>446,383</u> |
| FINANCES APPLIED | | | | |
| Expenditure for capital assets | 724,242 | 40,798 | 765,040 | 422,382 |
| | <u>724,242</u> | <u>40,798</u> | <u>765,040</u> | <u>422,382</u> |
| UNEXPENDED FUNDS, END OF YEAR | \$ 13,518 | \$ 76,143 | \$ 89,661 | \$ 24,001 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 6 - SCHEDULE OF RESERVE FUNDS YEAR ENDED DECEMBER 31, 2013

| | Carbon Tax Reserve | Development Cost Charges Reserve | Cemetery Care Fund | Capital Reserve | 2013 Total | 2012 Total |
|---|-----------------------|--|--------------------------|--------------------|-------------------|-------------------|
| ASSETS | | | | | | |
| Cash | \$ - | \$ - | \$ 31,377 | \$ - | \$ 31,377 | \$ 30,675 |
| Due from general operating fund | 5,992 | 3,600 | 42,562 | 301,646 | 353,800 | 217,955 |
| | \$ 5,992 | \$ 3,600 | \$ 73,939 | \$ 301,646 | \$ 385,177 | \$ 248,630 |
| FUND BALANCES, | | | | | | |
| beginning of year | \$ - | \$ 3,600 | \$ 43,384 | \$ 201,646 | \$ 248,630 | \$ 159,462 |
| Interest earned | - | - | 702 | - | 702 | 3,567 |
| Transfers from own fund: general operating | 5,992 | - | 29,853 | 100,000 | 135,845 | 112,709 |
| | 5,992 | 3,600 | 73,939 | 301,646 | 385,177 | 275,738 |
| Deduct: Transfers to own fund: general operating | - | - | - | - | - | 27,108 |
| FUND BALANCES, end of year | \$ 5,992 | \$ 3,600 | \$ 73,939 | \$ 301,646 | \$ 385,177 | \$ 248,630 |

CORPORATION OF THE VILLAGE OF FRUITVALE

SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS AS AT DECEMBER 31, 2013

| | Land | Land Improvements | <u>Engineering Structures</u> | | Machinery Equipment & Vehicles | Buildings | 2013 TOTAL | 2012 TOTAL |
|--|-------------------|----------------------|-------------------------------|---------------------|--------------------------------------|---------------------|---------------------|---------------------|
| | | | General | Sewer | | | | |
| COST | | | | | | | | |
| Balance, beginning of year | \$ 864,715 | \$ 1,054,899 | \$ 5,333,652 | \$ 1,976,497 | \$ 1,568,286 | \$ 3,605,922 | \$ 14,403,971 | \$ 14,075,596 |
| Add; additions during the year | 63,555 | 129,866 | 252,655 | 40,799 | 266,935 | 11,230 | 765,040 | 422,382 |
| Less: disposals during the year | - | (8,168) | (28,480) | - | (86,851) | - | (123,499) | (94,007) |
| Balance, end of year | 928,270 | 1,176,597 | 5,557,827 | 2,017,296 | 1,748,370 | 3,617,152 | 15,045,512 | 14,403,971 |
| Accumulated Amortization | | | | | | | | |
| Balance, beginning of year | - | 574,128 | 2,679,779 | 518,884 | 774,290 | 1,301,760 | 5,848,841 | 5,439,696 |
| Add: amortization | - | 40,800 | 174,672 | 27,999 | 102,957 | 77,791 | 424,219 | 445,754 |
| Less: accumulated amortization on disposals | - | (6,751) | (24,168) | - | (62,215) | - | (93,134) | (36,609) |
| Balance, end of year | - | 608,177 | 2,830,283 | 546,883 | 815,032 | 1,379,551 | 6,179,926 | 5,848,841 |
| Net Book Value of Tangible Capital Assets | \$ 928,270 | \$ 568,420 | \$ 2,727,544 | \$ 1,470,413 | \$ 933,338 | \$ 2,237,601 | \$ 8,865,586 | \$ 8,555,130 |