

**DISTRICT OF WELLS**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2010**

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# District of Wells

...an Official British Columbia  
Gateway Community

1.

## MANAGEMENT'S RESPONSIBILITY

The information and representations in the Financial Statements are the responsibility of management and have been approved by the Mayor and Council of the District of Wells. The consolidated financial statements were prepared by management in accordance with Canadian public sector accounting standards and, where necessary, reflect Management's best estimates and judgments at this time. It is reasonably possible that circumstances may arise which cause actual results to differ. Management does not believe it is likely that any differences will be material.

The District of Wells maintains systems of internal accounting controls, policies and procedures to provide reasonable assurances as to the reliability of the financial records and the safeguarding of its assets.

The Mayor and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and are ultimately responsible for reviewing and approving the financial statements.

The consolidated financial statements have been reviewed and approved by the Mayor and Council. The consolidated financial statements have been audited by R.E. Rasmussen, Chartered Accountant, the independent auditor, whose report follows.

Wells, B.C.  
March 1, 2011

**INDEPENDENT AUDITOR'S REPORT**

To The Mayor and Council,  
**District of Wells,**

I have audited the accompanying financial statements of the District of Wells, which comprise the Consolidated Statement of Financial Position as at December 31, 2010 and the Consolidated Statements of Operations, Changes in Net Financial Assets and Cash Flow 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.

**Auditor's Responsibility**

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

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

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

**Opinion**

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the **District of Wells** as at December 31, 2010, and the results of its operations, changes in net financial assets and cash flow for the year then ended in accordance with Canadian public sector accounting standards.

*R. E. Rasmussen*

Chartered Accountant

Quesnel, B.C.  
March 1, 2011

DISTRICT OF WELLS

3.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
FINANCIAL ASSETS		
Cash and investments	\$ 541,119	\$ 906,634
Taxes and accounts receivable (note 2)	<u>104,465</u>	<u>175,326</u>
	<u>645,584</u>	<u>1,081,960</u>
LIABILITIES		
Accounts payable and accrued liabilities	9,376	29,089
Deferred revenue (note 3)	218,968	721,679
Barkerville cemetery fund	1,057	822
District debt (note 4)	<u>71,794</u>	<u>85,576</u>
	<u>301,195</u>	<u>837,166</u>
NET FINANCIAL ASSETS	344,389	244,794
NON-FINANCIAL ASSETS		
Property acquired for taxes	4,620	4,620
Tangible capital assets (note 5)	<u>6,259,160</u>	<u>5,936,960</u>
DISTRICT SURPLUS - page 4 (note 6)	\$ <u>6,608,169</u>	\$ <u>6,186,374</u>

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Chief Administrative Officer

See accompanying notes.

**DISTRICT OF WELLS**

4.

**CONSOLIDATED STATEMENT OF OPERATIONS**

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
<b>REVENUE</b>			
Government grants	\$ 321,541	\$ 149,662	\$ 791,427
Taxation	172,107	173,250	170,715
Other revenue from own sources	49,237	38,750	55,640
Utility user fees	65,725	65,066	65,524
Northern Development Initiative	52,500	52,500	2,355
Sale of services	14,295	16,487	14,630
Barkerville co-operative marketing	500	1,385	1,750
Government and other contributions for capital	<u>372,245</u>	<u>293,692</u>	<u>864,254</u>
	1,048,150	790,792	1,966,295
 Deferred from previous year	 620,723	 620,723	 -
 Deferred to following year	 <u>-</u>	 <u>(195,810)</u>	 <u>620,723</u>
	<u>1,668,873</u>	<u>1,215,705</u>	<u>1,345,572</u>
 <b>EXPENSES</b>			
Amortization	-	158,697	149,602
General government services	759,689	576,120	685,507
Protective services	23,572	14,220	30,319
Water utility operations	20,224	12,373	31,846
Sewer utility operations	21,992	24,417	14,018
Interest	<u>8,182</u>	<u>8,083</u>	<u>8,337</u>
	<u>833,659</u>	<u>793,910</u>	<u>919,629</u>
 NET REVENUE FOR THE YEAR	 <u>835,214</u>	 <u>421,795</u>	 <u>425,943</u>
 DISTRICT SURPLUS - Beginning of year	 6,186,374	 6,186,374	 6,886,299
 RESTATEMENT OF PREVIOUS YEARS' RESULTS	 <u>-</u>	 <u>-</u>	 <u>(1,125,868)</u>
 DISTRICT SURPLUS AS RESTATED			
- Beginning of year	<u>6,186,374</u>	<u>6,186,374</u>	<u>5,760,431</u>
 DISTRICT SURPLUS - End of year - to page 3	 \$ <u>7,021,588</u>	 \$ <u>6,608,169</u>	 \$ <u>6,186,374</u>

See accompanying notes.

**DISTRICT OF WELLS**

5.

**CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>2010</u>	<u>2009</u>
NET REVENUE FOR THE YEAR	\$ 421,795	\$ 425,943
Amortization	158,697	149,602
Property acquired for taxes	-	5,627
Prepaid expenses	-	4,562
Tangible capital assets purchased	<u>(480,897)</u>	<u>(503,560)</u>
INCREASE IN NET FINANCIAL ASSETS	99,595	82,174
NET FINANCIAL ASSETS - Beginning of year	<u>244,794</u>	<u>162,620</u>
NET FINANCIAL ASSETS - End of year	\$ <u>344,389</u>	\$ <u>244,794</u>

See accompanying notes.

**DISTRICT OF WELLS**

6.

**CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>2010</u>	<u>2009</u>
<b>CASH PROVIDED (USED) BY:</b>		
<b>Operating Activities</b>		
Net revenue for the year	\$ 421,795	\$ 425,943
Items not involving cash:		
Amortization	158,697	149,602
Changes in non-cash balances:		
Increase (decrease) in taxes and accounts receivable	70,861	(60,781)
Increase (decrease) in accounts payable and accrued liabilities	(19,713)	10,259
Increase in Barkerville cemetery fund	235	822
Increase (decrease) in deferred revenue	(502,711)	680,386
	<u>129,164</u>	<u>1,206,231</u>
<b>Capital Activities</b>		
Tangible capital asset purchases	(480,897)	(503,560)
<b>Financing Activities</b>		
Proceeds of District debt	-	9,521
District debt reduction	(13,782)	(18,341)
	<u>(13,782)</u>	<u>(8,820)</u>
<b>Investing Activities</b>		
Decrease in prepaid expenses	-	4,562
Property acquired for taxes	-	5,627
	<u>-</u>	<u>10,189</u>
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>	<b>(365,515)</b>	<b>704,040</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b><u>906,634</u></b>	<b><u>202,594</u></b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ <u>541,119</u></b>	<b>\$ <u>906,634</u></b>

See accompanying notes.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

## 1. SIGNIFICANT ACCOUNTING POLICIES

## a. Basis of Presentation

These consolidated financial statements reflect all revenues, expenses, assets and liabilities of the **District of Wells**. It is the District's policy to follow Canadian public sector accounting standards and apply such principles consistently. The consolidated financial statements have been prepared incorporating guidelines issued by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants as recommended by Municipal Affairs, Province of British Columbia.

The focus of Canadian public sector accounting standards is on the financial position of the District and the changes thereto. The Consolidated Statement of Financial Position reflects the combined results and activities of the District's Operating, Capital and Reserve Funds. The purposes of these funds are:

i. Operating Funds

Operating Funds are used to record the costs associated with providing District services.

ii. Capital Funds

Capital Funds are used to account for the acquisition costs of the District's Tangible Capital Assets, the accumulated amortization thereon, and the funding thereof including related long term debt.

iii. Reserve Funds

Under the *Local Government Act* of British Columbia, the Mayor and Council of the District may, by bylaw, establish Reserve Funds for specific purposes. Money in a Reserve Fund and interest thereon must be used only for the purpose for which the fund was established. If the amount in a Reserve Fund is greater than required, the Mayor and Council may, by bylaw, transfer all or part of the balance to another Reserve Fund.

Financial assets are economic resources controlled by a government as a result of past transactions from which future economic benefits may be obtained. Liabilities are present obligations of a government to others arising from past transactions, the settlement of which is expected to result in the future sacrifice of economic benefits.

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues.

Expenses are accounted for in the period the goods and services are acquired and a liability is incurred, or transfers are due.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

b. Restricted Financial Assets

Restricted financial assets include assets held in trust to be expended only in accordance with the conditions of the trust, and amounts from reserve funds set aside for future debt retirement or for future capital expenditures.

c. Tangible Capital Assets

Tangible capital assets are non-financial assets having physical substance that:

- i. Are held for use in the production or supply of goods and services, for rental to others, for administrative purposes or for the development, construction, maintenance or repair of other tangible assets;
- ii. Have useful economic lives extending beyond an accounting period;
- iv. Are to be used on a continuing basis; and
- v. Are not for sale in the ordinary course of operations.

Tangible capital assets purchased are carried at cost. Tangible capital assets contributed are carried at the fair market value at the date of contribution.

Amortization is provided using the straight line method and the following rates:

Buildings	2.50%
Roads and infrastructure	2.00%
Equipment	10.00%
Water system	1.25%
Sewer system	1.25%
Mountain trails system	1.25%

d. Restricted and Deferred Revenues

Receipts which are restricted by the legislation of senior governments or by agreement with external parties are deferred and reported as restricted revenues. When related expenses are incurred they are brought into revenue at equal amounts.

Revenues received in advance of expenses which will be incurred in a later period are deferred until matched with those expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

e. Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Significant areas requiring the use of management estimates relate to the determination of accrued sick benefits, collectability of accounts receivable, amortization of tangible capital assets and provisions for contingencies. Actual results could differ from those estimates. Adjustments, if any, will be reflected in operations in the period of settlement.

2. TAXES AND ACCOUNTS RECEIVABLE	<u>2010</u>	<u>2009</u>
Tax roll and utilities	\$ 32,670	\$ 50,068
Barkerville Heritage Village	-	8,868
Northern Development Initiative Trust	35,000	-
Tangible capital asset funding	3,399	73,245
HST refund	28,026	32,260
Wells Snowmobile Club	<u>5,370</u>	<u>10,885</u>
	\$ <u>104,465</u>	\$ <u>175,326</u>

3. DEFERRED REVENUE

The District has recorded the following externally restricted revenues to be used in the completion of ongoing projects.

	<u>2010</u>	<u>2009</u>
Water quality and improvement project	\$ 195,810	\$ 360,695
Bike lane	-	1,048
Wells/Barkerville school	<u>-</u>	<u>1,495</u>
	195,810	363,238
Small Communities Grant	-	257,485
Community Works Fund	<u>23,158</u>	<u>100,956</u>
	\$ <u>218,968</u>	\$ <u>721,679</u>

**DISTRICT OF WELLS**

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

3. DEFERRED REVENUE (continued)

Community Works Fund:

The District is a participant under the Community Works Fund that provides for the District's receiving Federal gas taxes transferred under the New Deal for Cities and Communities signed by the Union of BC Municipalities, the Province of BC, and the Government of Canada.

Although the District has some latitude in determining which projects to pursue, the agreement provides that projects should address the reduction of greenhouse gas emissions, cleaner air, and cleaner water.

Continuity of the Fund:	<u>2010</u>	<u>2009</u>
Balance - Beginning of year	\$ 100,956	\$ 41,293
Received from UBCM	59,515	59,663
Spent on Eligible Projects	<u>(137,313)</u>	<u>-</u>
Balance - End of year	\$ <u>23,158</u>	\$ <u>100,956</u>

4. DISTRICT DEBT

General fund

M.F.A Leasing Corporation

Lease on Toshiba copier

Repayable at \$166 per month including  
interest at 1.25%

	\$ 5,778	\$ 7,770
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Water fund

Debenture debt

	<u>66,016</u>	<u>77,806</u>
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	\$ <u>71,794</u>	\$ <u>85,576</u>
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Principal repayments required in each of the next five years are approximately as follows:

2011	\$	8,248
2012		8,248
2013		8,050
2014		6,256
2015		6,256

**DISTRICT OF WELLS**

7.5

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

5. TANGIBLE CAPITAL ASSETS			<u>2010</u>	<u>2009</u>
	Cost	Accumulated Amortization	Net Carrying Amount	
Land	\$ 257,524	\$ -	\$ 257,524	\$ 257,524
Buildings	2,757,942	472,780	2,285,162	2,062,473
Roads and infrastructure	708,957	107,863	601,094	615,273
Mountain trails system	181,580	2,036	179,544	155,662
Equipment	612,733	360,967	251,766	288,393
Water system	1,839,132	271,718	1,567,414	1,424,488
Sewer system	<u>1,319,257</u>	<u>202,601</u>	<u>1,116,656</u>	<u>1,133,147</u>
	<u>\$ 7,677,125</u>	<u>\$ 1,417,965</u>	<u>\$ 6,259,160</u>	<u>\$ 5,936,960</u>

The following summarizes the transactions in the District's Tangible Capital Asset accounts during the year.

	Cost January 1, 2010	Additions	Disposals	Cost December 31, 2010
Land	\$ 257,524	\$ -	\$ -	\$ 257,524
Buildings	2,469,905	288,037	-	2,757,942
Roads and infrastructure	708,957	-	-	708,957
Mountain trails system	156,641	24,939	-	181,580
Equipment	609,697	3,036	-	612,733
Water system	1,674,247	164,885	-	1,839,132
Sewer system	<u>1,319,257</u>	<u>-</u>	<u>-</u>	<u>1,319,257</u>
	<u>\$ 7,196,228</u>	<u>\$ 480,897</u>	<u>\$ -</u>	<u>\$ 7,677,125</u>

The following summarizes the transactions in the District's accumulated amortization accounts during the year.

	Balance January 1, 2010	Amortization	Balance December 31, 2010
Buildings	\$ 407,432	\$ 65,348	\$ 472,780
Roads and infrastructure	93,684	14,179	107,863
Mountain trails system	979	1,057	2,036
Equipment	321,304	39,663	360,967
Water system	249,759	21,959	271,718
Sewer system	<u>186,110</u>	<u>16,491</u>	<u>202,601</u>
	<u>\$ 1,259,268</u>	<u>\$ 158,697</u>	<u>\$ 1,417,965</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010

6. DISTRICT SURPLUS	<u>2010</u>	<u>2009</u>
General operating fund	\$ 4,139,124	\$ 3,694,213
Water system	1,348,942	1,357,398
Sewer system	<u>1,120,103</u>	<u>1,134,763</u>
 BALANCE - End of year	 \$ <u>6,608,169</u>	 \$ <u>6,186,374</u>

7. CONTINGENCIES AND COMMITMENTS

a. The District is jointly and severally liable under the provisions of the *Community Charter* for any default on monies borrowed by the Cariboo Regional District.

b. Municipal Pension Plan:

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 overseeing the management of the pension plan, including the investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The plan has about 158,000 active members and approximately 57,000 retired members. Active members include approximately 33,000 contributors from local governments.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. The most recent valuation as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2010 with results available in 2011. The actuary does not attribute portions of the surplus to individual employers. The District of Wells paid \$17,576 for employer contributions to the plan in fiscal 2010.

c. Greenhouse Gas Reduction Targets

The Province of British Columbia has enacted the *Greenhouse Gas Reduction Targets Act*. The Act sets targets of reducing greenhouse gas emissions by at least 33% below 2007 levels by 2020. The Act requires that local governments comply with the Act commencing in 2010.

Management has taken the necessary steps to comply with the Act. Costs of compliance will be recorded in the years such costs are incurred.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

8. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The District's financial instruments consist of cash and investments, taxes and accounts receivable, accounts payable and accrued liabilities and District debt. Unless otherwise noted, it is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

The District is exposed to financial risk that arises from the credit quality of the entities to which it provides services. Credit risk arises from the possibility that the entities to which the District provides services may experience financial difficulty and be unable to fulfill their obligations.

The District is exposed to interest rate risk arising from fluctuations in interest rates on its cash and investments and does not hold any financial instruments that mitigate this risk.

9. EXPENSES BY OBJECT	<u>2010</u>	<u>2009</u>
Salaries, wages and benefits	\$ 294,715	\$ 275,089
Materials and supplies	35,677	94,822
Contracted services	132,469	108,851
Rent, maintenance and utilities	100,516	100,181
Mayor and Council remuneration and travel	30,208	32,783
Insurance	23,845	22,309
Grants	9,700	221,094
Debt charges	8,083	8,337
Amortization	158,697	149,602
All other service delivery costs	<u>-</u>	<u>106,561</u>
	\$ <u>793,910</u>	\$ <u>919,629</u>

10. CAPITAL MANAGEMENT

The District's objectives when managing capital are:

1. To safeguard the District's ability to operate as a going concern; and
2. To maintain a flexible capital structure.

The District reviews its credit facilities annually to ensure sufficient funds are available to meet operational needs.

**INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION**

To the Mayor and Council,  
**District of Wells,**

I have audited and reported separately herein on the consolidated financial statements of the **District of Wells** as at and for the year ended December 31, 2010.

My audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The current year's supplementary information included in pages nine through fourteen is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, in my opinion, is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

*R. E. Rasmussen*

Quesnel, B.C.  
March 1, 2011

Chartered Accountant

DISTRICT OF WELLS

9.

GENERAL OPERATING FUND STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
<b>FINANCIAL ASSETS</b>		
Cash and investments	\$ 541,119	\$ 906,634
Accounts receivable	104,465	175,325
Due from other funds	<u>131,854</u>	<u>-</u>
	<u>777,438</u>	<u>1,081,959</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	9,376	29,088
Deferred revenue	218,968	721,679
Barkerville cemetery fund	1,057	822
District debt	5,778	7,770
Due to other funds	<u>-</u>	<u>12,332</u>
	<u>235,179</u>	<u>771,691</u>
<b>NET FINANCIAL ASSETS</b>	<u>542,259</u>	<u>310,268</u>
<b>NON-FINANCIAL ASSETS</b>		
Property acquired for taxes	4,620	4,620
Tangible capital assets	<u>3,592,245</u>	<u>3,379,325</u>
	<u>3,596,865</u>	<u>3,383,945</u>
<b>OPERATING FUND SURPLUS - page 10.1</b>	<b>\$ <u>4,139,124</u></b>	<b>\$ <u>3,694,213</u></b>



DISTRICT OF WELLS

10.1

GENERAL OPERATING FUND

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
REVENUE - page 10.2	\$ <u>893,373</u>	\$ <u>636,674</u>	\$ <u>1,811,719</u>
DEFERRED FROM PRIOR YEAR:			
Tangible capital assets	-	360,695	-
Operating	<u>-</u>	<u>260,028</u>	<u>-</u>
	<u>-</u>	<u>620,723</u>	<u>-</u>
DEFERRED TO FOLLOWING YEAR:			
Tangible capital assets	-	(195,810)	(360,695)
Operating	<u>-</u>	<u>-</u>	<u>(260,028)</u>
	<u>-</u>	<u>(195,810)</u>	<u>(620,723)</u>
	<u>-</u>	<u>424,913</u>	<u>(620,723)</u>
	<u>893,373</u>	<u>1,061,587</u>	<u>1,190,996</u>
EXPENSES			
Amortization	-	120,247	112,424
General government - page 10.3	284,875	286,112	242,871
Civic buildings - page 10.3	55,210	46,519	65,044
Fire protection	21,572	11,520	19,782
Other protective services	2,000	2,700	10,537
Other - page 10.3	<u>321,481</u>	<u>149,578</u>	<u>253,473</u>
	<u>685,138</u>	<u>616,676</u>	<u>704,131</u>
NET REVENUE FOR THE YEAR	<u>208,235</u>	<u>444,911</u>	<u>486,865</u>
OPERATING FUND SURPLUS - Beginning of year	3,694,213	3,694,213	3,934,524
RESTATEMENT OF PREVIOUS YEARS' RESULTS	<u>-</u>	<u>-</u>	<u>(727,176)</u>
OPERATING FUND SURPLUS AS RESTATED			
- Beginning of year	<u>3,694,213</u>	<u>3,694,213</u>	<u>3,207,348</u>
OPERATING FUND SURPLUS - End of year			
- to page 9	\$ <u>3,902,448</u>	\$ <u>4,139,124</u>	\$ <u>3,694,213</u>

DISTRICT OF WELLS

10.2

GENERAL OPERATING FUND

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
REVENUE			
Taxation	\$ 64,600	\$ 64,601	\$ 63,335
Other revenue from own sources	49,237	38,750	55,640
Northern Development Initiative	52,500	52,500	2,355
Grants in lieu of taxes	14,395	15,537	14,268
Sale of services	14,295	16,487	14,630
Barkerville co-operative marketing	500	1,385	1,750
Parcel tax	<u>4,060</u>	<u>4,060</u>	<u>4,060</u>
	<u>199,587</u>	<u>193,320</u>	<u>156,038</u>
GOVERNMENT AND OTHER CONTRIBUTIONS			
FOR CAPITAL			
Towns for Tomorrow	-	4,584	379,984
UBCM pooled funds	359,698	285,765	226,125
Western Economic Development	11,261	2,056	108,773
Province of British Columbia	-	-	48,050
Northern Development Initiative	-	-	67,645
Job Opportunities Program	-	-	5,840
JEPP	1,286	1,287	2,837
Wells Fire Brigade	<u>-</u>	<u>-</u>	<u>25,000</u>
	<u>372,245</u>	<u>293,692</u>	<u>864,254</u>
GOVERNMENT GRANTS			
Wildfire Protection Grant	157,300	11,285	-
Conditional	18,126	13,326	73,937
Unconditional	102,515	102,515	646,092
Job Opportunities Program	20,000	10,886	47,798
Community Health	<u>23,600</u>	<u>11,650</u>	<u>23,600</u>
	<u>321,541</u>	<u>149,662</u>	<u>791,427</u>
TOTAL REVENUE - to page 10.1	\$ <u>893,373</u>	\$ <u>636,674</u>	\$ <u>1,811,719</u>

DISTRICT OF WELLS

10.3

GENERAL OPERATING FUND

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
GENERAL GOVERNMENT			
Administration	\$ 292,221	\$ 281,705	\$ 272,185
Audit and legal	13,000	17,146	12,892
Insurance and deductible claims	22,037	22,096	22,309
Legislative	37,040	32,359	36,741
Office supplies and service contracts	19,200	27,118	23,518
Administration recoveries	<u>(98,623)</u>	<u>(94,312)</u>	<u>(124,774)</u>
	\$ <u>284,875</u>	\$ <u>286,112</u>	\$ <u>242,871</u>
CIVIC BUILDINGS			
Community Hall	\$ 21,010	\$ 11,155	\$ 20,548
Municipal Hall	6,000	6,087	11,449
Wells/Barkerville school	<u>28,200</u>	<u>29,277</u>	<u>33,047</u>
	\$ <u>55,210</u>	\$ <u>46,519</u>	\$ <u>65,044</u>
OTHER			
Street lighting	\$ 5,000	\$ 5,432	\$ 4,944
Public works	86,200	84,089	87,157
Refuse collection	11,480	11,480	10,800
Spring cleanup	500	686	440
Economic development	12,350	12,085	20,192
Interest and bank charges	500	401	655
Community promotion	16,000	2,876	16,299
Bike lane planning	6,551	6,451	13,540
Municipal transit	23,600	21,150	23,095
Barkerville cemetery	500	235	822
Trails maintenance	-	-	58,638
Wildfire protection	157,300	3,180	15,632
Visitor Centre operating	<u>1,500</u>	<u>1,513</u>	<u>1,259</u>
	\$ <u>321,481</u>	\$ <u>149,578</u>	\$ <u>253,473</u>

DISTRICT OF WELLS

11.

WATER SYSTEM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
FINANCIAL ASSETS		
Due from general operating fund	\$ _____ -	\$ <u>10,716</u>
LIABILITIES		
Due to general operating fund	135,301	-
District debt	<u>66,016</u>	<u>77,806</u>
	<u>201,317</u>	<u>77,806</u>
NET FINANCIAL LIABILITIES	(201,317)	(67,090)
TANGIBLE CAPITAL ASSETS	<u>1,550,259</u>	<u>1,424,488</u>
WATER SYSTEM SURPLUS - page 12	\$ <u>1,348,942</u>	\$ <u>1,357,398</u>

DISTRICT OF WELLS

WATER SYSTEM

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
REVENUE			
Customer billings	\$ <u>34,674</u>	\$ <u>34,826</u>	\$ <u>34,674</u>
Connection charges and custom work	1,176	420	1,175
Parcel taxes	<u>48,312</u>	<u>48,312</u>	<u>48,312</u>
	<u>49,488</u>	<u>48,732</u>	<u>49,487</u>
 TOTAL REVENUE	 <u>84,162</u>	 <u>83,558</u>	 <u>84,161</u>
 EXPENSES			
Administration	50,000	50,000	55,704
Amortization	-	21,959	20,687
Distribution	19,024	11,695	29,165
Hydrants	1,200	678	354
Interest	<u>7,682</u>	<u>7,682</u>	<u>7,682</u>
	<u>77,906</u>	<u>92,014</u>	<u>113,592</u>
 NET REVENUE FOR THE YEAR	 <u>6,256</u>	 <u>(8,456)</u>	 <u>(29,431)</u>
 WATER SYSTEM SURPLUS - Beginning of year	 1,357,398	 1,357,398	 1,615,901
 RESTATEMENT OF PREVIOUS YEARS' RESULTS	 <u>-</u>	 <u>-</u>	 <u>(229,072)</u>
 WATER SYSTEM SURPLUS AS RESTATED			
- Beginning of year	<u>1,357,398</u>	<u>1,357,398</u>	<u>1,386,829</u>
 WATER SYSTEM SURPLUS - End of year			
- to page 11	\$ <u>1,363,645</u>	\$ <u>1,348,942</u>	\$ <u>1,357,398</u>

**DISTRICT OF WELLS**

13.

**SEWER SYSTEM STATEMENT OF FINANCIAL POSITION**

**AS AT DECEMBER 31, 2010**

	<u>2010</u>	<u>2009</u>
FINANCIAL ASSETS		
Due from general operating fund	\$ 3,447	\$ 1,616
TANGIBLE CAPITAL ASSETS	<u>1,116,656</u>	<u>1,133,147</u>
WATER SYSTEM SURPLUS - page 14	\$ <u>1,120,103</u>	\$ <u>1,134,763</u>

**DISTRICT OF WELLS**

14.

**SEWER SYSTEM STATEMENT OF OPERATIONS**

AS AT DECEMBER 31, 2010

	<u>2010 Budget</u>	<u>2010 Actual</u>	<u>2009 Actual</u>
<b>REVENUE</b>			
Customer billings	\$ 29,875	\$ 29,820	\$ 29,675
Parcel taxes	<u>40,740</u>	<u>40,740</u>	<u>40,740</u>
<b>TOTAL REVENUE</b>	<u>70,615</u>	<u>70,560</u>	<u>70,415</u>
<b>EXPENSES</b>			
Administration	51,463	52,907	74,556
Amortization	-	16,491	16,491
Collection system	2,967	-	2,066
Lift station	2,300	3,757	1,324
Treatment and disposal	7,885	5,893	7,469
Line flushing	<u>6,000</u>	<u>6,172</u>	<u>-</u>
	<u>70,615</u>	<u>85,220</u>	<u>101,906</u>
<b>NET REVENUE FOR THE YEAR</b>	<u>-</u>	<u>(14,660)</u>	<u>(31,491)</u>
<b>SEWER SYSTEM SURPLUS</b>			
- Beginning of year	1,134,763	1,134,763	1,335,873
<b>RESTATEMENT OF PREVIOUS YEARS' RESULTS</b>			
	<u>-</u>	<u>-</u>	<u>(169,619)</u>
<b>SEWER SYSTEM SURPLUS AS RESTATED</b>			
- Beginning of year	<u>1,134,763</u>	<u>1,134,763</u>	<u>1,166,254</u>
<b>SEWER SYSTEM SURPLUS - End of year</b>			
- to page 13	\$ <u>1,134,763</u>	\$ <u>1,120,103</u>	\$ <u>1,134,763</u>