

GRAHAM LAKE IMPROVEMENT DISTRICT
2018 Financial Statements
December 31, 2018
Unaudited - See Notice To Reader

GRAHAM LAKE IMPROVEMENT DISTRICT

Financial Statements

Year Ended December 31, 2018

(Unaudited - See Notice To Reader)

GRAHAM LAKE IMPROVEMENT DISTRICT

Index to Financial Statements

Year Ended December 31, 2018

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	Page
NOTICE TO READER	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Operations	3
Statement of Changes in Net Assets	4
Notes to Financial Statements	5



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NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Graham Lake Improvement District as at December 31, 2018 and the statements of operations and changes in net assets for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Powell River, British Columbia
February 7, 2019

REID HUNTER
CHARTERED PROFESSIONAL ACCOUNTANTS

GRAHAM LAKE IMPROVEMENT DISTRICT

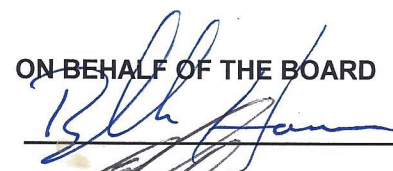
Statement of Financial Position

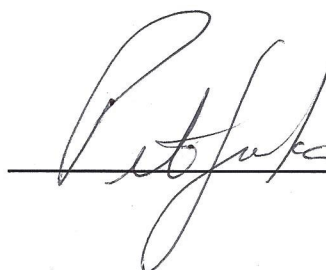
December 31, 2018

(Unaudited - See Notice To Reader)

	2018	2017
ASSETS		
CURRENT		
Cash	\$ 21,797	\$ 15,806
Term deposits	263,994	234,358
Accounts receivable	900	-
Goods and services tax recoverable	7,813	-
	<u>294,504</u>	<u>250,164</u>
CAPITAL ASSETS (Note 3)	<u>51,593</u>	<u>57,040</u>
	<u>\$ 346,097</u>	<u>\$ 307,204</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 1,000	\$ -
Operating fund	29,510	15,806
Renewal reserve fund	263,994	234,358
Capital asset fund	51,593	57,040
	<u>345,097</u>	<u>307,204</u>
	<u>\$ 346,097</u>	<u>\$ 307,204</u>

ON BEHALF OF THE BOARD


 _____ Trustee
 _____ Trustee


 _____ Trustee

The accompanying notes are a part of these financial statements

GRAHAM LAKE IMPROVEMENT DISTRICT**Statement of Operations****Year Ended December 31, 2018***(Unaudited - See Notice To Reader)*

	2018	2017
REVENUES		
Tolls and taxes	\$ 91,100	\$ 91,184
CVRD/DIWLSA	35,435	16,689
Bulk water sales	4,288	1,515
GST rebate	4,781	2,594
	<u>135,604</u>	<u>111,982</u>
EXPENDITURES		
Amortization	5,447	5,447
Business taxes, licenses and memberships	1,645	505
Consulting fees - SWTO upgrade project	28,540	-
Insurance	7,571	7,635
Interest and bank charges	181	221
Office	2,863	3,293
Operations Personnel	32,207	33,089
Professional fees	2,936	1,050
Repairs and maintenance	10,553	29,411
Training expense	173	-
Utilities	7,893	9,522
Water tests and supplies	6,225	8,585
Water treatment	6,853	5,320
	<u>113,087</u>	<u>104,078</u>
EXCESS OF REVENUES OVER EXPENDITURES FROM OPERATIONS	<u>22,517</u>	<u>7,904</u>
OTHER INCOME		
CVRD/DIWLSA - Reimbursement SWTO upgrade	11,610	-
Interest income	3,766	2,945
	<u>15,376</u>	<u>2,945</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 37,893</u>	<u>\$ 10,849</u>

The accompanying notes are a part of these financial statements

GRAHAM LAKE IMPROVEMENT DISTRICT

Statement of Changes in Net Assets

Year Ended December 31, 2018

(Unaudited - See Notice To Reader)

	Operating Fund	Renewal Reserve Fund	Capital Asset Fund	2018	2017
NET ASSETS - BEGINNING OF YEAR	\$ 15,806	\$ 234,358	\$ 57,040	\$ 307,204	\$ 296,355
Excess of revenues over expenditures	37,893	-	-	37,893	10,849
Contributions	8,257	29,636	-	37,893	-
Withdrawals	(32,446)	-	(5,447)	(37,893)	-
NET ASSETS - END OF YEAR	\$ 29,510	\$ 263,994	\$ 51,593	\$ 345,097	\$ 307,204

The accompanying notes are a part of these financial statements

GRAHAM LAKE IMPROVEMENT DISTRICT

Notes to Financial Statements

Year Ended December 31, 2018

(Unaudited - See Notice To Reader)

1. PURPOSE OF THE ORGANIZATION

Graham Lake Improvement District is a public local body incorporated through an Order in Council by Letters Patent granted pursuant to the British Columbia Local Government Act.

Federal Income Tax: Section 149(1)(c) of the Federal Income Tax Act grants tax-exempt status to a municipal or public body performing a function of government in Canada.

BC Taxes: Section 27 of the BC Income Tax Act provides that if income is exempt from federal income tax under Section 149(1) of the Federal Income Tax Act, then it is also exempt from BC income tax. Land and improvements owned by an improvement district are exempt from taxation by the B.C. government, regional districts and municipalities pursuant to Section 731 of the BC Local Government Act."

Graham Lake Improvement District exists for the purpose of establishing, maintaining and operating a water system.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Capital assets

Capital assets is stated at cost or deemed cost less accumulated amortization. Capital assets is amortized over its estimated useful life on a straight-line basis at the following rates and methods:

Buildings	40 years
Equipment	40 years
Furniture and fixtures	N/A
Other machinery and equipment	40 years

Capital assets acquired during the year are amortized at half the annual rate.

3. CAPITAL ASSETS

	2018		2017	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Buildings	\$ 74,294	\$ 55,287	\$ 74,294	\$ 53,476
Equipment	120,991	91,510	120,991	88,474
Furniture and fixtures	105	-	105	-
Other machinery and equipment	21,050	18,050	21,050	17,450
	\$ 216,440	\$ 164,847	\$ 216,440	\$ 159,400
Net book value	\$ 51,593		\$ 57,040	