

**VAN ANDA IMPROVEMENT DISTRICT**

**Financial Statements**

**Year Ended December 31, 2022**

*Draft for discussion purposes only*

VAN ANDA IMPROVEMENT DISTRICT

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Year Ended December 31, 2022

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Draft for discussion purposes only

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of Van Anda Improvement District have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Van Anda Improvement District's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Trustees is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Board of Trustees moves for the approval of the financial statements. The Board also considers, for review and approval of the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by DMD Chartered Professional Accountants, in accordance with Canadian public sector accounting standards (PSAS).

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Ron Smith, Board Chair

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Jane Waterman, Trustee

Van Anda, BC  
April 22, 2023



Chartered Professional Accountants

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Van Anda Improvement District

*Report on the Financial Statements*

*Qualified Opinion*

We have audited the financial statements of Van Anda Improvement District (the District), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in annual surplus (deficit), changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the District as at December 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS)

*Basis for Qualified Opinion*

As described in Note 4, up to the year ended December 31, 2022, the District has recorded \$879,860 of tangible capital assets relating to the Waterworks operating segment. There are persuasive indicators of permanent impairment to the estimated useful lives and future economic benefits of the Waterworks tangible capital assets. Where there are indicators of impairment, the cost of the tangible capital assets should be written down to the value of future economic benefits according to the Canadian public sector accounting standards. Due to limitations in the availability of professional valuation reports, the valuation of the Waterworks tangible capital assets is excluded from the scope of our audit. The amounts listed in Note 4 for the Waterworks tangible capital assets reflects the amortized costs, and does not include any write-downs due to the impairment. Our audit opinion on the financial statements for the year ended December 31, 2022 was modified because of the effects of this departure from Canadian public sector accounting standards.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the District in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

(continues)

*Emphasis of Matter - Material Uncertainty Relating to Going Concern*

We draw your attention to Note 10 in the financial statements, which indicates that the District had a master water plan commissioned in 2015, however indicators are present that this plan may require material adjustments, as costs of maintenance and upgrades to the water system have materially exceeded this plan to date. As at December 31, 2022, the District did not have significant additional funds on hand to cover potential increases in water system costs. Subsequent taxation and toll revenues were increased, but additional funding, such as loans or grants, may be required if the additional costs become significant.. Our opinion is not modified in respect of this matter.

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

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

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

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

*Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Independent Auditor's Report to the To the Members of Van Anda Improvement District *(continued)*

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Powell River, British Columbia  
April 22, 2023

CHARTERED PROFESSIONAL ACCOUNTANTS

*Draft for discussion purposes only*

**VAN ANDA IMPROVEMENT DISTRICT**

**Statement of Financial Position**

**December 31, 2022**

	2022	2021
<b>ASSETS</b>		
Cash	\$ 85,082	\$ 62,876
Restricted funds <i>(Note 3)</i>	272,525	134,233
Accounts receivable	24,994	7,071
Interest receivable	442	442
Goods and services tax recoverable	17,404	8,297
	<b>400,447</b>	212,919
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	25,202	20,112
Wages payable	10,191	-
	<b>35,393</b>	20,112
<b>NET FINANCIAL ASSETS</b>	<b>365,054</b>	192,807
<b>NON-FINANCIAL ASSETS</b>		
Inventory	64,706	47,205
Prepaid expenses	12,145	4,145
Tangible capital assets <i>(Note 4)</i>	1,676,230	1,748,470
	<b>1,753,081</b>	1,799,820
<b>ACCUMULATED SURPLUS</b>	<b>\$ 2,118,135</b>	<b>\$ 1,992,627</b>
<b>ON BEHALF OF THE BOARD</b>		
_____	<i>Trustee</i>	
_____	<i>Trustee</i>	

The accompanying notes form an integral part of these financial statements.

**VAN ANDA IMPROVEMENT DISTRICT**

**Statement of Operations**

**Year Ended December 31, 2022**

	2022	2021
<b>REVENUES</b>		
Waterworks		
Water tolls	\$ 161,346	\$ 120,311
Land parcel taxes	119,685	66,350
Development capital expenditure charges	70,000	-
Connections	23,519	11,727
Other income	21,627	4,367
Special meters	14,017	4,239
Late fees	3,297	980
Interest income	256	220
	<b>413,747</b>	<b>208,194</b>
Fire Department		
Tax revenue	109,380	99,720
Fundraising	3,710	55,936
Interest income	1,928	1,170
	<b>115,018</b>	<b>156,826</b>
Texada Rescue		
Other income	18,531	13,396
	<b>18,531</b>	<b>13,396</b>
	<b>547,296</b>	<b>378,416</b>
<b>EXPENSES</b>		
Schedule of Expenses by Object - Waterworks <i>(Schedule 1)</i>	311,959	260,498
Schedule of Expenses by Object - Fire Department <i>(Schedule 2)</i>	94,074	136,560
Schedule of Expenses by Object - Texada Rescue <i>(Schedule 3)</i>	15,755	10,020
	<b>421,788</b>	<b>407,078</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ 125,508</b>	<b>\$ (28,662)</b>

The accompanying notes form an integral part of these financial statements.



**VAN ANDA IMPROVEMENT DISTRICT**  
**Statement of Changes in Annual Surplus (Deficit)**  
**Year Ended December 31, 2022**

	2022	2021
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 1,992,627	\$ 2,021,289
ANNUAL SURPLUS (DEFICIT)	<u>125,508</u>	<u>(28,662)</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 2,118,135</u>	<u>\$ 1,992,627</u>

*Draft for discussion purposes only*

The accompanying notes form an integral part of these financial statements.

**VAN ANDA IMPROVEMENT DISTRICT**  
**Statement of Changes in Net Financial Assets**  
**Year Ended December 31, 2022**

	2022	2021
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ 125,508</b>	<b>\$ (28,662)</b>
Amortization of tangible capital assets	71,164	70,845
Purchase of tangible capital assets	(21,791)	(128,936)
Loss on disposal of assets	22,867	208
Increase in prepaid expenses	(8,000)	(390)
Increase in inventory	(17,500)	-
	<b>46,740</b>	<b>(58,273)</b>
<b>INCREASE (DECREASE) IN NET FINANCIAL ASSETS</b>	<b>172,248</b>	<b>(86,935)</b>
<b>NET FINANCIAL ASSETS - BEGINNING OF YEAR</b>	<b>192,808</b>	<b>279,743</b>
<b>NET FINANCIAL ASSETS - END OF YEAR</b>	<b>\$ 365,056</b>	<b>\$ 192,808</b>

Draft for discussion purposes only

**VAN ANDA IMPROVEMENT DISTRICT**

**Statement of Cash Flows**

**Year Ended December 31, 2022**

	2022	2021
<b>OPERATING ACTIVITIES</b>		
Annual surplus (deficit)	\$ 125,508	\$ (28,662)
Items not affecting cash:		
Amortization of tangible capital assets	71,164	70,845
Loss on disposal of tangible capital assets	22,867	208
	<b>219,539</b>	<b>42,391</b>
Changes in non-cash working capital:		
Accounts receivable	(17,923)	(3,769)
Interest receivable	-	935
Inventory	(17,501)	-
Accounts payable and accrued liabilities	5,090	15,244
Prepaid expenses	(8,000)	(392)
Goods and services tax payable	(9,107)	1,583
Wages payable	10,191	-
	<b>(37,250)</b>	<b>13,601</b>
Cash flow from operating activities	<b>182,289</b>	<b>55,992</b>
<b>INVESTING ACTIVITY</b>		
Purchase of tangible capital assets	(21,791)	(128,936)
Cash flow used by investing activity	<b>(21,791)</b>	<b>(128,936)</b>
<b>INCREASE (DECREASE) IN CASH FLOW</b>	<b>160,498</b>	<b>(72,944)</b>
Cash - beginning of year	<b>197,109</b>	<b>270,053</b>
<b>CASH - END OF YEAR</b>	<b>\$ 357,607</b>	<b>\$ 197,109</b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 85,082	\$ 62,876
Term deposits	272,525	134,233
	<b>\$ 357,607</b>	<b>\$ 197,109</b>

The accompanying notes form an integral part of these financial statements.

# VAN ANDA IMPROVEMENT DISTRICT

## Notes to Financial Statements

Year Ended December 31, 2022

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### 1. DESCRIPTION OF OPERATIONS

The Van Anda Improvement District (the 'District') provides waterworks and fire protection to the properties within the district's boundaries, along with rescue services to the Texada Island. The District's Letter Patent was established in 1942 and the District is governed by its own by-laws.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian public sector accounting standards (PSAS) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

#### Fund accounting

The District follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Revenues and expenses related to program delivery and administrative activities are reported in the Operating Fund. Operating fund surplus comprise the excess of revenue over expenses accumulated by the organization each year, net of transfers, and are available for general purposes.

Expenses related to the ownership and cost of tangible capital assets are reported in the Tangible Capital Asset Fund.

The Capital Reserve Fund - Fire Department reports funds transferred from the Operating Fund as designated by the Trustees, interest earned, and expenditures for upgrading, repairs, replacement, and renewal of tangible capital assets related to the Fire Department. Previously, this fund was called the Capital Works Fund.

The Capital Reserve Fund - Waterworks reports funds transferred from the Operating Fund as designated by the Trustees, interest earned, and expenditures for upgrading, repairs, replacement, and renewal of tangible capital assets related to waterworks operations. The Development Capital Expenditure Charge ('DCEC') revenues are allocated to this fund. This is a new fund in 2022, which is when the first DCEC revenues were received.

#### Measurement uncertainty

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the District's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- providing for amortization of tangible capital assets;
- the estimated useful lives of assets;
- the allowance for doubtful accounts; and
- the allowance for inventory obsolescence.

#### Inventory

The District's inventory of waterworks replacement parts and consumables is recorded at the lower of cost and replacement cost. Cost is determined by the first-in, first-out method.

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**VAN ANDA IMPROVEMENT DISTRICT**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Buildings	75 years	straight-line method
Water Pipework	75 years	straight-line method
Water & Other Storage	60 years	straight-line method
Water Treatment	40 years	straight-line method
Water Distribution	15 years	straight-line method
Fire Hydrants	75 years	straight-line method
Fire Vehicles	25 years	straight-line method
Fire Equipment	10 years	straight-line method

The District has reviews its tangible capital assets to eliminate obsolete items.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Donated capital assets or assets partially funded by specified donations or grants are recorded at their fair market value at the time of the donation. The donation value related to the donated asset is recognized over the life of the asset, at the same rate that the asset is being amortized.

Revenue recognition

The District recognizes revenues when they are earned, specifically when all the following conditions are met:

- tax assessments and levies are recognized annually, at the beginning of the year to which they relate.
- interest income is recorded using the effective interest rate method.
- government transfers are recognized in the period the stipulations and eligibility criteria have been met.
- connection revenue is recognized when the new connection is completed and operational.

3. TERM DEPOSITS HELD FOR RESERVE FUND

	<u>2022</u>	<u>2021</u>
Fire Department term deposit, bearing interest at 1.35% per annum, maturing October 4, 2024	\$ 122,764	\$ 121,129
Fire Department Rescue term deposit, bearing interest at 1.35% per annum, maturing September 24, 2024	7,002	6,909
Fire Department term deposit, bearing interest at 1.35% per annum, maturing September 24, 2024	6,280	6,196
Fire Department term deposit, bearing interest at 1.50% per annum, maturing October 20, 2023	15,000	-
Savings account, bearing nominal interest, restricted for use in the capital reserve fund	16,479	-
Savings account, bearing nominal interest, restricted for use in the development capital expenditure charge fund	105,000	-
	<u>\$ 272,525</u>	<u>\$ 134,234</u>

**VAN ANDA IMPROVEMENT DISTRICT**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

4. TANGIBLE CAPITAL ASSETS

<u>Cost</u>	2021 Balance	Additions	Disposals	2022 Balance
Buildings	\$ 167,204	\$ -	\$ -	\$ 167,204
Water Pipework	879,860	-	-	879,860
Water & Other Storage	317,318	-	53,862	263,456
Water Treatment	584,660	-	-	584,660
Water Distribution	13,719	6,161	-	19,880
Fire Hydrants	36,453	-	-	36,453
Fire Vehicles	333,079	-	-	333,079
Fire Equipment	223,551	15,630	-	239,181
	<b>\$ 2,555,844</b>	<b>\$ 21,791</b>	<b>\$ 53,862</b>	<b>\$ 2,523,773</b>

<u>Accumulated Amortization</u>	2021 Balance	2021 Amortization	Accumulated Amortization on Disposals	2022 Balance
Buildings	\$ 102,417	\$ 2,229	\$ -	\$ 104,646
Water Pipework	308,436	11,658	-	320,094
Water & Other Storage	38,435	4,324	30,995	11,764
Water Treatment	27,314	14,617	-	41,931
Water Distribution	6,278	1,160	-	7,438
Fire Hydrants	20,114	455	-	20,569
Fire Vehicles	146,698	13,323	-	160,021
Fire Equipment	157,682	23,398	-	181,080
	<b>\$ 807,374</b>	<b>\$ 71,164</b>	<b>\$ 30,995</b>	<b>\$ 847,543</b>

<u>Net book value</u>	2022	2021
Buildings	\$ 62,558	\$ 64,787
Water Pipework	559,766	571,424
Water & Other Storage	251,692	278,883
Water Treatment	542,729	557,346
Water Distribution	12,442	7,441
Fire Hydrants	15,884	16,339
Fire Vehicles	173,058	186,381
Fire Equipment	58,101	65,869
	<b>\$ 1,676,230</b>	<b>\$ 1,748,470</b>

**VAN ANDA IMPROVEMENT DISTRICT**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

5. ACCUMULATED SURPLUS

	2022	2021
<u>OPERATING FUND</u>		
Balance, beginning of year	\$ 109,923	\$ 242,446
Excess of revenue over expenditures	52,732	(32,040)
Amortization - Waterworks assets	31,759	32,483
Amortization - Fire Department assets	39,405	38,362
Allocation out to Capital Reserve Fund-Fire Department	(17,800)	(51,458)
Transfer from (to) Texada Rescue Fund	-	8,858
Net additions to Tangible Capital Asset Fund - Waterworks	16,706	(85,930)
Additions to Tangible Capital Asset Fund - Fire Department	(15,630)	(42,798)
Transfer to Capital Reserve Fund - Water Services	(35,000)	-
Transfer to Capital Reserve Fund-Fire Department	(15,398)	-
	<b>166,697</b>	<b>109,923</b>
<u>TANGIBLE CAPITAL ASSET FUND</u>		
Balance, beginning of year	1,748,470	1,690,587
Tangible capital asset additions - Waterworks	6,161	85,930
Tangible capital asset additions - Fire Department	15,630	42,798
Tangible capital asset disposals - Waterworks	(22,867)	-
Amortization - Waterworks assets	(31,759)	(32,483)
Amortization - Fire Department assets	(39,405)	(38,362)
	<b>1,676,230</b>	<b>1,748,470</b>
<u>TEXADA RESCUE FUND</u>		
Balance, beginning of year	6,909	12,389
Excess of revenue over expenditures	2,776	3,378
Transfer from (to) operating fund	-	(8,858)
	<b>9,685</b>	<b>6,909</b>
<u>CAPITAL RESERVE FUND - FIRE DEPARTMENT</u>		
Balance, beginning of year	127,325	75,867
Transfer from (to) operating fund	15,398	51,458
Allocation of operating funds	17,800	-
	<b>-</b>	<b>-</b>
	<b>160,523</b>	<b>127,325</b>
<u>CAPITAL RESERVE FUND - WATERWORKS</u>		
Balance, beginning of year	-	-
Excess of revenue over expenditures	70,000	-
Transfer from (to) operating fund	35,000	-
	<b>105,000</b>	<b>-</b>
Grand total	<b>\$ 2,118,135</b>	<b>\$ 1,992,627</b>

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# VAN ANDA IMPROVEMENT DISTRICT

## Notes to Financial Statements

Year Ended December 31, 2022

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### 6. BUDGET

Budget figures as approved by the Board of Trustees do not conform to the presentation required by PSAS, and as such they have not been included in these financial statements.

### 7. OPERATING SEGMENTS

Operations of the District are separated based upon the nature of the activities as they relate to the following segments:

#### Waterworks

Waterworks operations relate to the provision of water to the properties within the District's boundaries including routine operations and maintenance to the water related assets, along with the administration functions of the District.

#### Fire Department

Fire department operations provide fire protection within the District's boundaries including maintenance of fire department assets, education of relevant personnel and fire safety awareness to residents.

#### Texada Rescue

Texada Rescue operations are provided on an as needed basis, to assist with emergency rescue operations on the Texada Island, and related training as required.

### 8. FINANCIAL INSTRUMENTS

The District is exposed to various risks through its financial instruments. The following analysis provides information about the District's risk exposure and concentration as of December 31, 2022.

#### Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The District is exposed to credit risk from customers. In order to reduce its credit risk, the District can seize rate payers' properties in order to collect back taxes and levies owing. The District has a significant number of rate payers, which minimizes credit risk.

#### Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The District is exposed to this risk in relation to the Waterworks segment, which has significant obligations for operations and maintenance of infrastructure, and limited cash on hand at the year end. To minimize this risk, the District has increased tolls and taxes while considering other grant or financing options.

#### Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The District is exposed to interest rate risk.

#### Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the District manages exposure through its normal operating and financing activities. The District is exposed to interest rate risk through its fixed interest rate term deposits.

Unless otherwise noted, it is management's opinion that the District is not exposed to significant other price risks arising from these financial instruments.



**VAN ANDA IMPROVEMENT DISTRICT**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

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9. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

10. GOING CONCERN

These financial statements have been prepared on a going concern basis. However, as indicated by the Econics report in 2015, there is a significant shortfall of reserve funds expected to be on hand at the end of 2022 according to this report. During the year ended December 31, 2022, the District has begun charging DCEC charges for new developments to build reserves for future capital expenditures, along with increases to taxes and tolls.

*Draft for discussion purposes only*

**VAN ANDA IMPROVEMENT DISTRICT**  
**Schedule of Expenses by Object - Waterworks**  
**Year Ended December 31, 2022**

*(Schedule 1)*

	2022	2021
<b>EXPENSES</b>		
Amortization	\$ 31,759	\$ 32,483
Bad debts	-	368
Chlorine and water supplies	34,708	26,934
Freight	4,081	4,760
General supplies	1,092	1,789
Insurance	11,009	9,304
Interest and bank charges	508	367
Licenses and memberships	892	437
Loss on disposal of assets	22,867	208
Office	2,753	2,215
Professional fees	10,786	3,775
Rental	-	3,675
Repairs and maintenance	37,746	19,454
Sub-contracts	8,000	1,090
Telephone	3,685	2,822
Training	1,053	180
Travel	5,238	3,117
Utilities	10,523	14,811
Wages	125,259	132,709
	<b>\$ 311,959</b>	<b>\$ 260,498</b>

Draft for discussion purposes only

**VAN ANDA IMPROVEMENT DISTRICT**  
**Schedule of Expenses by Object - Fire Department**  
**Year Ended December 31, 2022**

*(Schedule 2)*

	2022	2021
<b>EXPENSES</b>		
Amortization	\$ 39,405	\$ 38,362
Freight	483	746
Honorarium	6,800	6,400
Insurance	6,334	11,088
Interest and bank charges	269	204
Licenses and memberships	754	1,535
Office	1,032	1,293
Professional fees	5,788	6,125
Promotion - wildfire prevention <i>(Note 9)</i>	3,233	153
Radio	2,765	4,597
Repairs and maintenance	1,895	4,520
Supplies	344	1,147
Telephone	-	235
Training	6,386	35,892
Uniforms and gear	4,995	4,551
Utilities	3,461	6,458
Vehicle	5,030	9,758
Wages - admin	5,100	3,496
	<b>\$ 94,074</b>	<b>\$ 136,560</b>

The accompanying notes form an integral part of these financial statements.

**VAN ANDA IMPROVEMENT DISTRICT**  
**Schedule of Expenses by Object - Texada Rescue**  
**Year Ended December 31, 2022**

*(Schedule 3)*

	2022	2021
<b>EXPENSES</b>		
Facilities and administration	\$ 3,259	\$ -
Insurance	6,810	1,182
Supplies	4,696	-
Vehicle	990	8,838
	<b>\$ 15,755</b>	<b>\$ 10,020</b>

Draft for discussion purposes only