

# VILLAGE OF HARRISON HOT SPRINGS NOTICE OF MEETING AND AGENDA



## REGULAR COUNCIL MEETING

**Date:** Monday, May 2, 2016  
**Time:** 7:00 p.m.  
**Location:** Council Chambers, 495 Hot Springs Road  
 Harrison Hot Springs, British Columbia

<b>1. CALL TO ORDER</b>		
Meeting called to order by Mayor Facio.		
<b>2. INTRODUCTION OF LATE ITEMS</b>		
<b>3. APPROVAL OF AGENDA</b>		
<b>4. ADOPTION OF COUNCIL MINUTES</b>		
	(a) THAT the Minutes of the Regular Council Meeting held on April 18, 2016 be adopted.	Item 4(a) Page 1
	(b) THAT the Minutes of the Special Council Meeting held on April 20, 2016 be adopted.	Item 4(b) Page 9
<b>5. BUSINESS ARISING FROM THE MINUTES</b>		
<b>6. CONSENT AGENDA</b>		
i. Bylaws	(a) Sign Amendment Bylaw No. 1082, 2016	Item 6.i.(a) Page 13
	(b) Financial Plan Bylaw No. 1083, 2016	Item 6.i.(b) Page 15
	(c) Tax Rate Bylaw No. 1085, 2016	Item 6.i.(c) Page 19
ii. Agreements		
iii. Committee/ Commission Minutes		
iv. Correspondence		
<b>7. DELEGATIONS/PETITIONS</b>		
	(a) Water Supply - Eddy Arndt	Item 7(a) Page 23

**8. CORRESPONDENCE**

- |   |                      |
|---|----------------------|
| (a) Letter dated April 5, 2016 from the District of Kent regarding LMLGA Flood Control and River Management Committee Resolution. | Item 8(a)<br>Page 31 |
| (b) Letter dated April 6, 2016 from the City of Burnaby regarding BC Home owner Grant Program.                                    | Item 8(b)<br>Page 33 |
| (c) Letter dated April 8, 2016 from Minister Peter Fassbender regarding transportation and accommodation services.                | Item 8(c)<br>Page 35 |

**9. BUSINESS ARISING FROM CORRESPONDENCE**

**10. REPORTS OF COUNCILLORS, COMMITTEES, COMMITTEE OF THE WHOLE AND COMMISSIONS**

**11. REPORTS FROM MAYOR**

**12. REPORTS FROM STAFF**

- |  |                       |
|--|-----------------------|
| (a) Report of Deputy Financial Officer – April 27, 2016<br>Re: 2015 Audited Financial Statements | Item 12(a)<br>Page 37 |
|--|-----------------------|

Recommendation:

THAT the 2015 Consolidated Financial Statements of the Village of Harrison Hot Springs be adopted;

AND THAT the Independent Auditor's Report be received;

AND THAT the Independent Auditor's Report be attached to the approved Consolidated Financial Statements of the Village of Harrison Hot Springs.

**13. BYLAWS**

**14. QUESTIONS FROM THE PUBLIC (pertaining to agenda items only)**

**15. ADJOURNMENT**

VILLAGE OF HARRISON HOT SPRINGS  
MINUTES OF THE REGULAR MEETING OF COUNCIL

DATE: April 18, 2016  
TIME: 7:00 p.m.  
PLACE: Council Chambers  
495 Hot Springs Road  
Harrison Hot Springs, BC

IN ATTENDANCE: Mayor Leo Facio  
Councillor John Buckley  
Councillor Sonja Reyerse  
Councillor John Hansen  
Councillor Samantha Piper

Chief Administrative Officer, Madeline McDonald  
Deputy Chief Administrative Officer/ Corporate Officer, Debra Key  
Deputy Financial Officer, Tracey Jones  
Manager of Development and Community Services, Lisa Grant

ABSENT:

Recording Secretary: Jaclyn Bhatti

1. CALL TO ORDER

Mayor Facio called the meeting to order at 7:00 p.m.

2. INTRODUCTION OF LATE ITEMS

None

3. APPROVAL OF AGENDA

Moved by Councillor Piper  
Seconded by Councillor Buckley

THAT the agenda be approved.

CARRIED  
UNANIMOUSLY

4. ADOPTION OF COUNCIL MINUTES

Moved by Councillor Buckley  
Seconded by Councillor Hansen

THAT the Minutes of the Committee of the Whole Meeting held on April 1, 2016 be adopted.

CARRIED  
UNANIMOUSLY

Moved by Councillor Piper  
Seconded by Councillor Reyerse

THAT the Minutes of the Regular Council Meeting held on April 4, 2016 be adopted.

CARRIED  
UNANIMOUSLY

5. **BUSINESS ARISING FROM THE MINUTES**

None

6. **CONSENT AGENDA**

i. Bylaws

ii. Agreements

iii. Committee/Commission Minutes

iv. Correspondence

7. **DELEGATIONS**

(a) Pay Parking – Frank Peters

Mr. Peters expressed his concern for business owners if pay parking were implemented.

(b) Tree Bylaw & Draft Financial Plan – John Allen

Mr. Allen spoke on the Tree Preservation Bylaw and Draft Financial Plan.

8. **CORRESPONDENCE**

None

9. **BUSINESS ARISING OUT OF CORRESPONDENCE**

None

10. **REPORTS OF COUNCILLORS, COMMITTEES, COMMITTEE OF THE WHOLE AND COMMISSIONS**

**Councillor Buckley**

- Attended the Tourism Harrison Board Meeting and the Fraser Valley Regional District Board meeting. In 2017 there will be bus service from Harrison Hot Springs to the Community Recreation Centre in Agassiz.

Village of Harrison Hot Springs  
Minutes of the Regular Council Meeting  
April 18, 2016

**Councillor Reyerse**

- Attended the Festival Society's official launch of the Festival of Arts line up.
- Attended a Joint Council meeting with the District of Kent.

**11. REPORTS FROM MAYOR LEO FACIO**

- Congratulated Marg Doman for being chosen as the Featured Artist for the Agassiz Monday Painters Art Show.
- The Greg Drummond band will be playing at Memorial Hall on April 30, 2016.
- Attended a memorial service for Wesley Johnson a former Mayor and Councillor for the District of Kent.
- Reported that 2 stop signs have now been installed at Hot Springs Road and Esplanade Avenue.
- Reported that reflector panels will be installed on the School Zone signs along Hot Springs Road.
- Announced that the microphones for Chambers have been ordered.
- Reported on implementations and priorities relating to the financial plan and OCP.

**12. REPORTS FROM STAFF**

- (a) Report of Manager of Development and Community Services – April 11, 2016  
Re: Renewal of Development Permit for 120 Esplanade Avenue

**Moved by Councillor Reyerse**  
**Seconded by Councillor Buckley**

THAT Development Permit 02/2012 for 120 Esplanade be reissued to extend the expiry date for another 2 years.

**CARRIED  
UNANIMOUSLY**

- (b) Report of Manager of Development and Community Services – April 12, 2016  
Re: Development Permit for 225 Miami River Drive (Edwards)

**Moved by Councillor Reyerse**  
**Seconded by Councillor Hansen**

THAT Development Permit 01/2015 be issued for 225 Miami River Drive.

**CARRIED  
UNANIMOUSLY**

Village of Harrison Hot Springs  
Minutes of the Regular Council Meeting  
April 18, 2016

(c) Report of Manager of Development and Community Services – April 13, 2016  
Re: Hobie Cat Regatta

**Moved by Councillor Buckley**  
**Seconded by Councillor Piper**

THAT the application for use of Rendall Park by the Hobie Cat Association for a Division 4 Regatta from September 2 to 4, 2016 be permitted with the following conditions:

1. THAT two security vehicles (motorhomes), and Hobie Cat boat trailers will be permitted to be parked in Rendall Park in the designated area, as shown on Attachment A, or as approved by the Village.
2. THAT the proponent obtain a Use of Public and Municipal Property Permit.

**CARRIED  
UNANIMOUSLY**

(d) Report of Manager of Development and Community Services – April 13, 2016  
Re: BC Summer Games

**Moved by Councillor Buckley**  
**Seconded by Councillor Reyerse**

THAT the application for use of Rendall Park by the BC Summer Games for a Hobie Cat Regatta from July 21 to 24, 2016 be permitted with the following conditions:

1. THAT two security vehicles (motorhomes), and Hobie Cat boat trailers will be permitted to be parked in Rendall Park in the designated area, as shown on Attachment A, or as approved by the Village.
2. THAT the proponent obtain a Use of Public and Municipal Property Permit.
3. THAT boat launch and parking fees be waived for five safety vessels, as the Village's in-kind support of the BC Summer Games.

**CARRIED  
UNANIMOUSLY**

Village of Harrison Hot Springs  
Minutes of the Regular Council Meeting  
April 18, 2016

- (e) Report of Deputy Chief Administrative Officer/Corporate Officer – April 13, 2016  
Re: Select Committee of Council – Community Enhancement

**Moved by Councillor Buckley**  
**Seconded by Councillor Reyerse**

THAT Council establish a "Community Enhancement Committee" with the appointment of two members of the public and one member of Council; and

THAT the purchase of signage for the "Garden of the Week" initiative be approved.

**MOTION FAILED**

**Moved by Councillor Reyerse**  
**Seconded by Councillor Piper**

THAT Council approve the purchase of signage for the resident driven "Garden of the Week" initiative up to a maximum of \$500.00.

**CARRIED  
UNANIMOUSLY**

- (f) Report of Chief Administrative Officer– April 14, 2016  
Re: Proposed Water Distribution Project Funding Opportunity

**Moved by Councillor Buckley**  
**Seconded by Councillor Piper**

THAT the Village apply for a New Building Canada Fund grant in the amount of up to \$3,600,000 in support of water distribution upgrades in accordance with the Village of Harrison Hot Springs Water Master Plan.

AND THAT the Village fund their 1/3 contribution to the water distribution upgrade project with funds appropriated from the unallocated sewer surplus in the amount of up to \$1,200,000.

**CARRIED  
UNANIMOUSLY**

**13. BYLAWS**

- (a) Report of Chief Administrative Officer – April 9, 2016  
Re: 2016 – 2020 Financial Plan Bylaw No. 1083, 2016, as amended

**Moved by Councillor Hansen**  
**Seconded by Councillor Reyerse**

THAT the 2016 – 2020 Financial Plan Bylaw No. 1083, 2016 be given third reading as amended.

**CARRIED  
UNANIMOUSLY**

Village of Harrison Hot Springs  
Minutes of the Regular Council Meeting  
April 18, 2016

- (b) Report of Deputy Chief Administrative Officer/Corporate Officer – April 7, 2016  
Re: Sign Bylaw No. 987 Amendment

**Moved by Councillor Reyerse**  
**Seconded by Councillor Hansen**

THAT Sign Amendment Bylaw No. 1082, 2016 be given first, second and third reading.

**CARRIED  
UNANIMOUSLY**

- (c) Report of Deputy Chief Administrative Officer/Corporate Officer – April 7, 2016  
Re: Tree Management and Preservation Bylaw No. 1015 Amendment

**Moved by Councillor Reyerse**  
**Seconded by Councillor Buckley**

THAT Tree Management and Preservation Amendment Bylaw No. 1084, 2016 be given first, second and third reading; and

THAT the fine for removal of a tree without a permit be increased to:

Option 1: \$500

Option 2: \$1,000

**MOTION FAILED**

**Moved by Councillor Reyerse**  
**Seconded by Councillor Buckley**

THAT Tree Management and Preservation Amendment Bylaw No. 1084, 2016 be tabled.

**CARRIED  
UNANIMOUSLY**

- (d) Report of Deputy Financial Officer – April 13, 2016  
Re: Tax Rate Bylaw No. 1085, 2016

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT Tax Rate Bylaw No. 1085, 2016 be given first, second and third reading.

**CARRIED  
UNANIMOUSLY**

14. **QUESTIONS FROM THE PUBLIC**

Questions from the public were entertained.

15. **ADJOURNMENT**

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT the meeting be adjourned at 8:20 p.m.

**CARRIED  
UNANIMOUSLY**

\_\_\_\_\_  
Leo Facio  
Mayor

\_\_\_\_\_  
Debra Key  
Corporate Officer

DRAFT

VILLAGE OF HARRISON HOT SPRINGS  
MINUTES OF THE SPECIAL MEETING OF COUNCIL

DATE: April 20, 2016  
TIME: 9:00 a.m.  
PLACE: Council Chambers  
495 Hot Springs Road  
Harrison Hot Springs, BC

IN ATTENDANCE: Mayor Leo Facio  
Councillor John Buckley  
Councillor Sonja Reyerse  
Councillor John Hansen  
Councillor Samantha Piper

Deputy Chief Administrative Officer/CO, Debra Key  
Manager of Development and Community Services, Lisa Grant

ABSENT:

Recording Secretary: Jaclyn Bhatti

1. CALL TO ORDER

Mayor Facio called the meeting to order at 9:00 a.m.

2. INTRODUCTION OF LATE ITEMS

None

3. APPROVAL OF AGENDA

Moved by Councillor Buckley  
Seconded by Councillor Piper

THAT the agenda be approved

CARRIED  
UNANIMOUSLY

4. DELEGATION

None

5. ITEMS FOR DISCUSSION

None

6. **REPORTS FROM STAFF**

Report of Manager of Development and Community Services – April 19, 2016  
Re: Pay Parking

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT Precise ParkLink be approved as the successful proponent to provide pay parking services as submitted in their proposal dated February 19, 2016 as modified.

**CARRIED**  
**COUNCILLORS PIPER AND REYERSE OPPOSED**

**Moved by Councillor Reyerse**  
**Seconded by**

THAT a working group be struck to address details of number of meters, rates, term of operation, start and end date and to undertake a parking strategy.

**Councillor Reyerse withdrew the motion.**

Council introduced new motions to vote on recommended options separately.

There was consensus from Council to approve meter locations as recommended by Precise ParkLink.

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT the hours of pay parking be from 6:00 a.m. to 7:00 p.m.

**CARRIED**  
**COUNCILLORS PIPER AND REYERSE OPPOSED**

**Moved by Councillor Reyerse**  
**Seconded by Councillor Piper**

THAT pay parking be implemented from mid-July to mid-September for 2016.

**MAYOR FACIO, COUNCILLORS BUCKLEY AND HANSEN OPPOSED**  
**MOTION DEFEATED**

*Lisa Grant excused herself from Chambers at 10:08 a.m.*

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT pay parking be implemented from June 15, 2016 to mid-September 2016.

**CARRIED**  
**COUNCILLORS REYERSE AND PIPER OPPOSED**

Village of Harrison Hot Springs  
Minutes of the Special Council Meeting  
April 20, 2016

**Moved by Councillor Piper**  
**Seconded by Councillor Hansen**

THAT pay parking rates be approved as recommended by Precise ParkLink.

**CARRIED  
UNANIMOUSLY**

*Lisa Grant returned to chambers at 10:14 a.m.*

**Moved by Councillor Reyerse**  
**Seconded by Councillor Buckley**

THAT Council undertake a parking management strategy to commence prior to the start of pay parking services.

**CARRIED  
MAYOR FACIO OPPOSED**

**Moved by Councillor Reyerse**  
**Seconded by Mayor Facio**

THAT an Open House be held in November to provide the resident and business community feedback on the pay parking service, including revenue and expenses.

**CARRIED  
UNANIMOUSLY**

7. **BYLAWS**

None

8. **QUESTIONS FROM THE PUBLIC**

Questions from the public were entertained.

9. **ADJOURNMENT**

**Moved by Councillor Buckley**  
**Seconded by Councillor Hansen**

THAT the meeting be adjourned at 10:46 a.m.

**CARRIED  
UNANIMOUSLY**

\_\_\_\_\_  
Leo Facio  
Mayor

\_\_\_\_\_  
Debra Key  
Corporate Officer



VILLAGE OF HARRISON HOT SPRINGS  
BYLAW NO. 1082

**A bylaw to amend "Sign Bylaw No. 987, 2011"**

The Council of the Village of Harrison Hot Springs in open meeting assembled, enacts as follows:

1. This Bylaw may be cited for all purposes as Village of Harrison Hot Springs "Sign Amendment Bylaw No. 1082, 2016".
2. Said Bylaw is hereby amended by deleting Section 9.3(a) through to (f) under Sandwich Board Signs in its entirety and replacing it with the following:

*"9.3 Sandwich Board Signs*

- a) *sandwich board signs are prohibited on municipal property, including sidewalks, civic plaza, boulevards, streets, parking areas, parking stalls, public parks and beach areas."*

READ A FIRST TIME THIS 18<sup>th</sup> DAY OF APRIL, 2016

READ A SECOND THIS 18<sup>th</sup> DAY OF APRIL, 2016

READ A THIRD TIME THIS THIS 18<sup>th</sup> DAY OF APRIL, 2016

ADOPTED THIS            DAY OF            , 2016

\_\_\_\_\_  
Leo Facio  
Mayor

\_\_\_\_\_  
Debra Key  
Corporate Officer



VILLAGE OF HARRISON HOT SPRINGS  
BYLAW NO. 1083, 2016

A Bylaw of the Village of Harrison Hot Springs to establish the 2016 – 2020 Financial Plan

WHEREAS the *Community Charter* requires the municipality to adopt a five-year financial plan annually;

AND WHEREAS public consultation regarding the financial plan was provided by way of an open meeting;

NOW THEREFORE the Council of the Village of Harrison Hot Springs, in open meeting, lawfully assembled,  
ENACTS AS FOLLOWS:

1. That Schedule "A" attached hereto and made part of this bylaw is hereby adopted and is the Village of Harrison Hot Springs Financial Plan for the years 2016 - 2020.
2. That Schedule "B" attached hereto and made part of this bylaw is hereby adopted and is the Village of Harrison Hot Springs Financial Plan Objectives and Policies Statement for the year 2016 – 2020.
3. This bylaw may be cited for all purposes as the "Village of Harrison Hot Springs Financial Plan Bylaw No. 1083, 2016"
4. Bylaw No. 1070, 2015 – 2024 Financial Plan is hereby repealed.

READ A FIRST TIME THIS 4<sup>th</sup> DAY OF APRIL, 2016

READ A SECOND TIME THIS 4<sup>th</sup> DAY OF APRIL, 2016

READ A THIRD TIME AS AMENDED THIS 18<sup>th</sup> DAY OF APRIL, 2016

ADOPTED THIS        DAY OF MAY, 2016

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Corporate Officer

**BYLAW NO. 1083, 2016  
SCHEDULE "A"**

	2016	2017	2018	2019	2020
	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET
<b>REVENUES:</b>					
PROPERTY TAXES - RESIDENTIAL	1,108,095	1,157,300	1,182,800	1,208,800	1,235,400
PROPERTY TAXES - BUSINESS	712,544	709,800	725,400	741,400	757,700
PROPERTY TAXES - RECREATION/NON-PROFIT	112,361	108,400	110,800	113,200	115,700
COLLECTIONS FOR OTHER GOVERNMENTS & AGENCIES	1,651,676	1,684,800	1,718,600	1,753,000	1,788,100
PENALTIES & INTEREST - TAXES	38,000	38,000	38,000	38,000	38,000
UTILITY CO. 1% REVENUE TAXES	34,300	35,000	35,700	36,400	37,100
PAYMENTS IN LIEU OF TAXES	5,100	5,200	5,300	5,400	5,500
<b>TOTAL TAXES COLLECTED</b>	<b>3,662,076</b>	<b>3,738,500</b>	<b>3,816,600</b>	<b>3,896,200</b>	<b>3,977,500</b>
REMITTANCES TO OTHER GOVERNMENTS & AGENCIES	(1,651,676)	(1,684,800)	(1,718,600)	(1,753,000)	(1,788,100)
<b>NET TAXES FOR MUNICIPAL PURPOSES</b>	<b>2,010,400</b>	<b>2,053,700</b>	<b>2,098,000</b>	<b>2,143,200</b>	<b>2,189,400</b>
REVENUE FROM OWN SOURCES	1,393,540	1,362,990	1,371,724	1,380,683	1,390,080
GRANTS AND DONATIONS	1,929,700	475,400	443,500	323,500	323,500
DCC REVENUES	350,000	-	-	-	-
<b>TOTAL REVENUE</b>	<b>\$5,683,640</b>	<b>\$3,892,090</b>	<b>\$3,913,224</b>	<b>\$3,847,383</b>	<b>\$3,902,980</b>
<b>EXPENSES:</b>					
LEGISLATIVE	130,750	130,750	130,750	130,750	130,750
GENERAL GOVERNMENT	825,450	808,300	835,600	836,000	867,900
PROTECTIVE SERVICES	240,250	190,800	191,650	192,500	196,050
DEVELOPMENT PLANNING	334,000	311,000	225,600	227,800	230,000
ENGINEERING, TRANSPORTATION, STORM WATER	533,350	452,650	419,650	420,750	425,250
SOLID WASTE	194,400	170,700	172,000	173,300	174,600
PARKS, RECREATION & CULTURAL SERVICES	424,850	381,450	359,150	363,450	374,850
WASTEWATER UTILITY	625,100	578,400	583,700	589,300	595,000
WATER UTILITY	246,900	230,500	233,000	235,700	238,500
DEBT- INTEREST	28,070	27,100	26,300	24,800	23,200
AMORTIZATION OF TANGIBLE CAPITAL ASSETS	794,000	794,000	794,000	794,000	794,000
<b>TOTAL EXPENDITURES</b>	<b>4,377,120</b>	<b>4,075,650</b>	<b>3,971,400</b>	<b>3,988,350</b>	<b>4,050,100</b>
<b>SURPLUS (DEFICIT)</b>	<b>\$1,306,520</b>	<b>\$(183,560)</b>	<b>\$(58,176)</b>	<b>\$(140,967)</b>	<b>\$(147,120)</b>
<b>CAPITAL, DEBT, RESERVES, TRANSFERS &amp; BORROWING</b>					
CAPITAL EXPENDITURES	(3,664,300)	(149,100)	(174,800)	(140,200)	(143,500)
REPAYMENT ON DEBT	(171,800)	(165,600)	(159,400)	(199,900)	(141,100)
PROCEEDS OF DEBT					
CONTRIBUTIONS TO RESERVES	(244,520)	(348,740)	(435,624)	(317,933)	(376,280)
TRANSFERS FROM RESERVES	963,600	53,000	34,000	5,000	14,000
APPROPRIATION FROM SURPLUS	1,016,500	-	-	-	-
EQUITY IN TANGIBLE CAPITAL ASSETS	794,000	794,000	794,000	794,000	794,000
	<b>\$(1,306,520)</b>	<b>\$183,560</b>	<b>\$58,176</b>	<b>\$140,967</b>	<b>\$147,120</b>
<b>SURPLUS (DEFICIT) PLUS CAPITAL, DEBT, RESERVE TRANSFERS AND BORROWING</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**BYLAW NO. 1083, 2016**  
**SCHEDULE "B"**  
**2016 FINANCIAL PLAN OBJECTIVES AND POLICIES**

In accordance with Section 165(3.1) of the *Community Charter*, the Village of Harrison Hot Springs is required to include in the Five Year Financial Plan, objectives and policies regarding each of the following:

1. The proportion of total revenue that comes from each of the funding sources described in Section 165(7) of the *Community Charter*;
2. The distribution of property taxes among the property classes, and
3. The use of permissive tax exemptions.

**Funding Sources**

Table 1 shows the proportion of total revenue proposed to be raised from each funding source in 2016. Property taxes usually form the greatest proportion of revenue. As a revenue source, property taxation offers a stable and reliable source of revenues for services such as:

- Governance & Administration
- Operations & Public Works
- Protective Services
- Recreation, Parks & Culture

User fees and charges typically form the second largest proportion of planned revenue. Many services can be measured and charged on a user-pay basis. Services where fees and charges are applied include water and sewer usage, & solid waste management – these are charged on a user pay basis. User fees are designed to apportion the value of a service to those who use the service. The Village will undertake a comprehensive review of water and sewer fees in 2016 to ensure that fees are charged in the most equitable manner possible.

**Table 1: 2016 Funding Sources**

Revenue Source	% of Total Revenue	Dollar Value
Property Taxes including Payments in Lieu	26.3 %	\$2,010,400
Service Utility Fees (Frontage Taxes)	5.1 %	\$394,000
User fees	10.6 %	\$816,020
Reserves	12.6 %	\$963,600
Surplus	13.2 %	\$1,016,500
Borrowing	-	0
Grants/Donations	25.2 %	\$1,929,700
Other sources	7.0 %	\$533,520

**Objective and Policies**

- to continue to seek grants for major infrastructure repair and replacement
- to keep the public well-informed about projects and initiatives
- to review utility participation rates to ensure they are equitably funded
- to establish reserve policies to assist in the funding of future capital replacements and to stabilize tax and utility rates
- to ensure that Village services are financially sustainable

## Distribution of Property Taxes

Table 2 outlines the distribution of property taxes among the property classes.

**Table 2: 2016 Distribution of Property Tax Rates**

Property Class	% of Total Property Taxation	Dollar Value
<b>Residential (1)</b>	<b>57.3%</b>	<b>\$1,108,095</b>
<b>Business (6)</b>	<b>36.8%</b>	<b>\$712,544</b>
<b>Recreation/Non-profit (8)</b>	<b>5.9%</b>	<b>\$112,361</b>

### Objectives

- Village Council recognizes that residential tax payers are the predominant users of municipal services and therefore should bear a larger portion of the tax burden
- Ensure that the Village is competitive with other similar sized municipalities in British Columbia

### Policies

- Set property tax rates that are based on principals of equity and responsiveness to current economic trends
- Regularly review and compare the Village's distribution of tax burden relative to other similar municipalities in British Columbia
- Ensure that property taxes are in line with goals and policies in the Official Community Plan and Regional Growth Strategy

### Permissive Tax Exemptions

#### Policies & Objectives

Council does not currently support permissive tax exemptions. Taxpayers within the various property classes are treated equitably and policies are established for each class and not for individual property owners.



VILLAGE OF HARRISON HOT SPRINGS  
BYLAW NO. 1085

**A Bylaw to establish tax rates for 2016**

The Council of the Village of Harrison Hot Springs, in open meeting, lawfully assembled, ENACTS AS FOLLOWS:

1. The following rates are hereby imposed and levied for the year 2016.
  - (a) For all lawful general purposes of the municipality on the assessed value of land and improvements taxable for general municipal purposes, rates appearing in Schedule I attached hereto and forming a part of this bylaw.
  - (b) For Regional Hospital District purposes on the full assessed value of all land and assessed value of all improvements taxable for Regional Hospital District purposes, rates appearing in Column "A" of Schedule II attached hereto and forming a part of this bylaw.
  - (c) For Regional District purposes on the full assessed value of all land and assessed value of all improvements taxable for Regional Hospital District purposes, rates appearing in Column "B" of Schedule II attached hereto and forming a part of this bylaw.
2. The minimum amount of taxation upon a parcel of real property shall be one dollar (\$1.00).
3. This bylaw may be cited as "Tax Rate Bylaw No. 1085, 2016."
4. Bylaw No. 1071, 2015 Tax Rate Bylaw is hereby repealed.

READ A FIRST TIME THIS 18<sup>th</sup> DAY OF APRIL, 2016.

READ A SECOND TIME THIS 18<sup>th</sup> DAY OF APRIL, 2016.

READ A THIRD TIME THIS 18<sup>th</sup> DAY OF APRIL, 2016.

ADOPTED THIS    DAY OF MAY, 2016.

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Corporate Officer

## BYLAW NO. 1085, 2016

## SCHEDULE I

## GENERAL MUNICIPAL PURPOSES

PROPERTY CLASS	TAX RATES (DOLLARS OF TAX PER \$1,000 TAXABLE VALUE)
	GENERAL MUNICIPAL
1. Residential	3.45954
2. Utilities	12.10838
3. Supportive Housing	3.45954
4. Major Industry	11.76244
5. Light Industry	11.76244
6. Business/Other	12.10838
7. Managed Forest Land	10.37862
8. Recreation/Non Profit	16.43280
9. Farm	3.45954

## BYLAW NO. 1085, 2016

## SCHEDULE II

PROPERTY CLASS	TAX RATES (DOLLARS OF TAX PER \$1,000 TAXABLE VALUE)		
	A REGIONAL HOSPITAL	B REGIONAL DISTRICT	TOTAL
1. Residential	.21320	.25650	.46970
2. Utilities	.74621	.89777	1.64398
3. Supportive Housing	.21320	.25650	.46970
4. Major Industry	.72488	.8721	1.59698
5. Light Industry	.72488	.8721	1.59698
6. Business/Other	.52234	.62842	1.15076
7. Managed Forest Land	.6396	.7695	1.4091
8. Recreation/Non Profit	.21320	.25650	.46970
9. Farm	.21320	.25650	.46970

APR 26 2016

BY V. OF H.N.S.



VILLAGE OF HARRISON HOT SPRINGS

Request to Appear as a Delegation

In order to make a presentation to Council at a Council Meeting, you are required to submit a written request to the Corporate Administration Department no later than 12:00 p.m. on the Wednesday before the regular meeting. The request can either be a copy of this completed form or a separate letter that you have written which contains the information requested on this form. All requests must be accompanied with background information which will be included in the agenda package. You can submit your request in person, by mail at PO Box 160 Harrison Hot Springs, BC V0M 1K0, fax at 604-796-2192 or e-mail at [jbhatti@harrisonhotsprings.ca](mailto:jbhatti@harrisonhotsprings.ca).

The Corporate Administration Department will advise you when you are scheduled to appear before Council. Council meetings commence at 7:00 p.m. in the Village Council Chambers at 495 Hot Springs Road, Harrison Hot Springs, BC.

You are limited to a maximum of 10 minutes to present your material, regardless of the number of presenters in your delegation.

Date: April 27, 2016 Requested Meeting Date: May 2, 2016  
 Organization Name (if applicable): Residents of Angus Estates  
 Name of Presenter: Eddy Arndt  
 Name of Applicant if Other than Above: \_\_\_\_\_  
 Contact Phone Number & E-Mail: 604-619-4766, e.arndt@shaw.ca  
 Mailing Address with Postal Code: 815 Myng Cres. P.O.394 V0M1K0  
 Audio/Visual requirements: None  
 Topic: Water supply  
 Action you wish Council to take: Provide potable water to residents of Angus Estates as soon as possible.

To: Village of Harrison Hot Springs  
495 Hot Springs Rd.  
Harrison Hot Springs BC  
V0M 1K0

April 26, 2016

From: Rhonda Knight  
825 Myng Crescent  
Harrison Hot Springs, B.C

RE: Request for 825 Myng Crescent to be added to the municipal water system.

Village Council - To Whom It May Concern,

My name is Rhonda Knight and I have lived at 825 Myng Crescent since 1992. I am writing to you to in hopes that you will help me to get my residence onto the municipal water system.

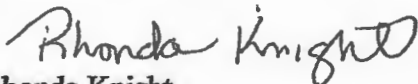
Since I have owned this house, I have always had well water of a very poor quality. In recent years however, the quality of water has degraded significantly which has impacted my quality of life. Every 1-2 years, the water pump needs to be pulled apart so that the iron orange slime deposit can be removed from it - or else it will simply stop working. During this time the well also needs to be cleaned, and a secondary manual hand pump needs to be utilized to allow us to still get water from the well.

Most recently, the situation has gotten so bad that iron build-up on my home water filter prevented it from working. (As you can imagine, the home water filter is required so that my water remains relatively clear). When the iron build up on the water filter occurred - no water was able to get into the hot water tank. This created an incredibly dangerous situation as the hot water tank started shaking due to the lack of a water supply. The gas and hot water tank had to be immediately shut down and the filter removed. Because the filter was removed I now have brown/orange water seeping into my toilets and sinks. I am unable to drink this water and bathing in it isn't pleasant.

As you can see, this situation is impacting my quality of life and I would appreciate any help to get my residence onto the Village water supply.

If you any questions - please feel free to contact me at the phone number below.

Thank-you for your attention in regards to this matter.

  
Rhonda Knight  
604-796-9390

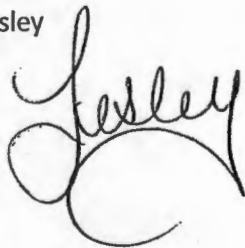
To whom this may concern,

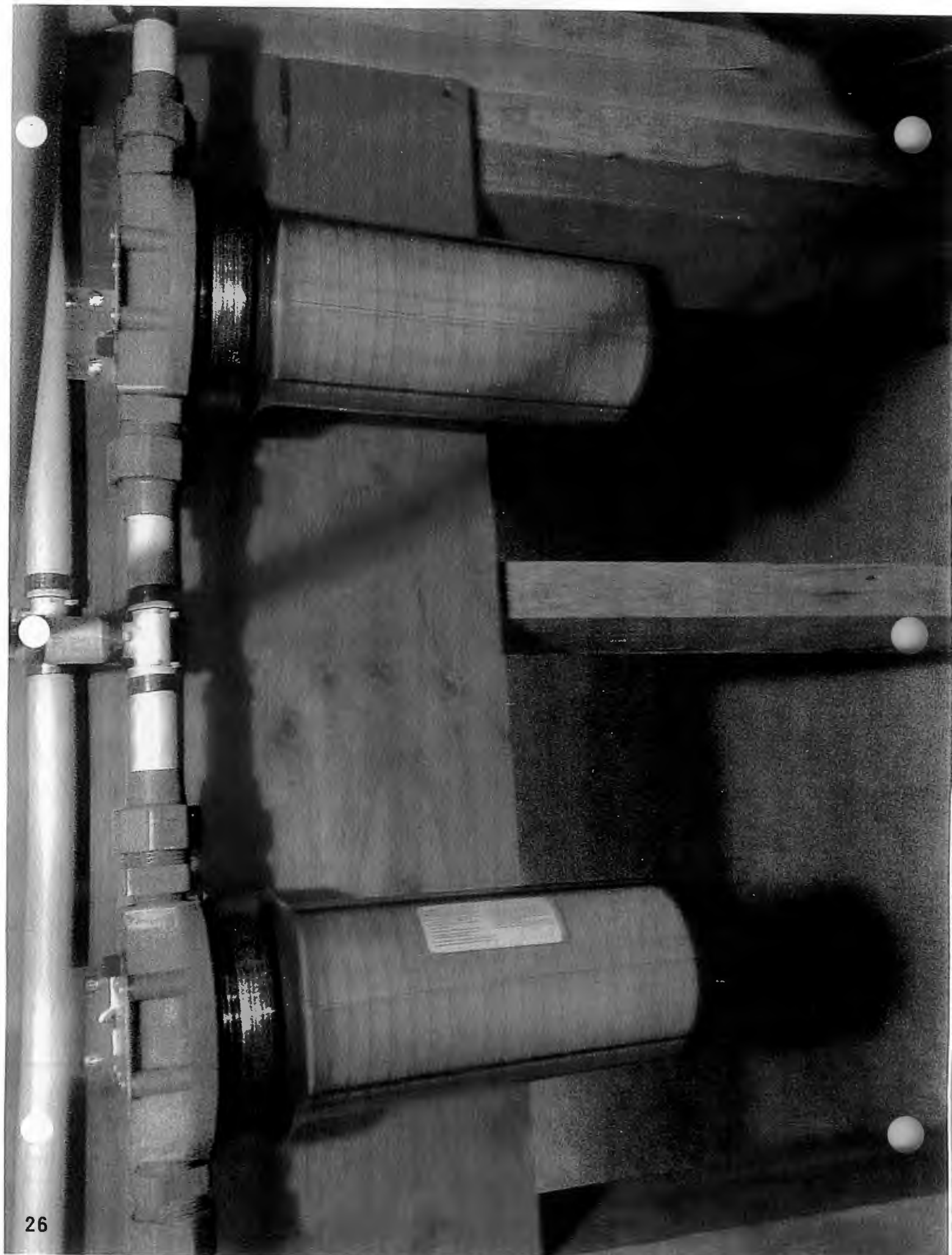
I have lived in Harrison for the past four years, 856 Myng Crescent..

The first year I lived here the water was not too bad, but has progressed in too horrible over the last three years... The water had literally ate the plastic and metal out of the dishwasher, which had to be replaced.. The hot water tank also had to be replaced, and the washer I'm sure will not be far behind. This water has ruined many pieces of clothing as it turns white clothes orange!.. We had the filter changed on the pump to a much larger filter (30") hoping this would help but within three weeks or less, it has to be changed and they are fifty dollars per filter...When I change the filter the iron sludge is just unbelievable to say the least.. My husband and I love it out here in Harrison, but are reconsidering buying here because of the water. My granddaughter lives with us and we can't even fill a small pool for her as the water comes out so awful so we have to truck it in so she can enjoy her friends and swimming during the summer months .. This issue really does need to be addressed soonest.

If you wish to contact me, my number is 604-845-6436

Regards, Lesley

A handwritten signature in cursive script that reads "Lesley". The signature is written in black ink and is positioned below the typed name "Lesley".



825 MYNG  
Rhonda  
Tap water

826 MYNG  
Filter

826 MYNG  
Bob.  
Well water

# Harrison Hot Springs Water Petition

This Petition is to demand that the Village of Harrison Hot Springs supply high quality water to all the residents of the Village.

The reason for this request is that some Water Wells have undrinkable water and pressure that is not acceptable.

This Petition has been circulated to the residents that do not have Village water service.

APRIL 2016

NAME	ADDRESS	INT.
RG. WALLACE	826 MYNG CR.	h
J. VI. ROGERSON	821 MYNG CR.	JWR
E. W. ARNDT	815 Myng Crescent	EA
P. Arndt	815 Myng Crescent	EA
M. Smith	822 myng Crescent	Ms
Elaine Smith	822 Myng Cresc.	Elaine Smith
Rlander Kynt	825 Myng Cres	Rlander Kynt
Matthew Davies	831 Myng Cres	Matthew Davies
Sue Davies	831 Myng Cres	S.D.
Rick Simon	840 MYNG CRES	Rick Simon
Ketti Youdey	857 Myng Cres	KY
Gordon Youdey	857 Myng Cres	G. & K.
Jesley Newton	856 Myng Cres	Jesley Newton
BRIAN GODDEN	860 MYNG CRES.	Brian Godden
Kim Gervais	860 Myng Cres	Kim Gervais
J. Chalk	841 ✓ ✓	JC
J. H. Davis	830 MYNG CRES	JH
Elaine Davis	830 MYNG	E.D.
Leonard Pequette	836 MYNG CRT.	Leonard Pequette
28 <del>Janie Pequette</del>	836 myng Cres.	Janie Pequette





7170 Cheam Avenue  
P.O. Box 70  
Agassiz, British Columbia  
Canada V0M 1A0

Tel: (604) 796-2235  
Fax: (604) 796-9854  
Web: www.district.kent.bc.ca

April 5, 2016

File: 0230-20

Mr. Greg Moore, Board Chair  
Metro Vancouver  
4330 Kingsway  
Burnaby, BC V5H 4G8

Dear Mr. Moore:

**RE: LMLGA Flood Control and River Management Committee Resolution**

The District of Kent would like to take this opportunity to engage the Regional Districts to become more involved collectively within the catchment area and flood plain of the Fraser River. For many years BC communities have expressed concerns and frustration with the Provincial government not taking emergency flood mitigation priorities along the floodplain of the Lower Fraser River seriously.

The protection of infrastructure and life safety in the Lower Mainland and Fraser Valley is paramount and requires strong leadership to work with the Fraser Basin Council to prioritize flood mitigation solutions and establish a strategy to undertake the work and not just continue with more studies. We will also need to channel flood management responsibilities, mitigation and seek senior government funding for these priority projects.

We look for your consideration to support the following resolution being forwarded to the Lower Mainland Local Government Association (LMLGMA) Flood Control and River Management Committee:

***WHEREAS** flood control and river management is paramount to reduce infrastructure damages and to protect life safety in the Lower Mainland and Fraser Valley; and*

***WHEREAS** an Executive Leadership Committee is needed to help channel flood management responsibilities, mitigation, and capital funding upgrades for priority projects in the Lower Mainland and Fraser Valley;*

***THEREFORE, let it be resolved that an Executive Leadership Committee be struck to consist of three (3) Regional Districts Chairpersons from the Fraser Valley Regional District, Squamish-Lillooet Regional District, and Metro Vancouver to work with the Fraser Basin Council to prioritize flood mitigation solutions for the Lower Mainland and Fraser Valley and to seek funding from the Province and Federal government for flood control and prevention.***

Yours sincerely,



John Van Laerhoven  
Mayor

pc: District of Kent Council



Office of the City Clerk

D. Back, City Clerk  
K. O'Connell, Deputy City Clerk

2016 April 06

FILE: 02410-20

Mr. Gary Maclsaac  
Executive Director  
Union of British Columbia Municipalities  
Suite 60 – 10551 Shellbridge Way  
Richmond, BC V6X 2W9

Dear Mr. Maclsaac:

**SUBJECT: BC HOME OWNER GRANT PROGRAM**  
Item 5(F), Reports, Council Meeting 2016 April 04

The Provincial Home Owner Grant program and the financial relief it provides homeowners is currently inequitably distributed and applied amongst BC municipalities. Property owners living within the Greater Vancouver Regional District, the Capital Regional District and the Fraser Valley Regional District do not receive equal benefits to those living elsewhere.

The current practice of establishing one assessment threshold value for such disparate catchment areas inadequately adjusts for regional disparities in real estate values across the Province. Furthermore, in comparison to the aforementioned regional districts, the Basic, Seniors and Added Grants are \$200 more in areas classified as "Northern and Rural". Of greater concern than the inconsistent grant amounts is the additional grant benefit provided to Northern and Rural catchments is presently funded through Carbon Tax revenue, of which a disproportionately high amount is contributed by residents that do not qualify for the Northern and Rural benefit.

Burnaby City Council at the 2016 April 04 meeting passed the following motion: **"THAT Council request that the UBCM petition the Minister of Finance to undertake a Provincial review of the Homeowner Grant Program to determine if a more equitable distribution of the Grant across all regions of the Province can be achieved."**

A copy of the relevant report has been attached for your reference.

Yours truly,

Dennis Back  
City Clerk

Copied to: Burnaby MLA's  
UBCM Member Municipalities  
Capital Regional District  
Fraser Valley Regional District  
Metro Vancouver

RECEIVED

APR 15 2016

VILLAGE OF HARRISON HOT SPRINGS



FILE #	DATE
0400-20	April 15/16
<input checked="" type="checkbox"/> CAO	<input type="checkbox"/> CO
<input type="checkbox"/> DCAO	<input type="checkbox"/> ADMIN/ FINANCE
<input type="checkbox"/> DIRF	<input type="checkbox"/> B/L ENF
<input type="checkbox"/> MGR REV SVCS	<input checked="" type="checkbox"/> MAYOR
<input type="checkbox"/> CEDO	<input checked="" type="checkbox"/> COUNCIL
<input type="checkbox"/> OP. MGR	
ITEM	A B C
COUNCIL AGENDA	
DATE	
INITIALS	
(ITEMS: A-REQ, ACTION; B - INFO - WRESP; C - INFO ONLY)	

April 8, 2016

Ref: 166815

His Worship Mayor Leo Facio  
Village of Harrison Hot Springs  
Box 160  
Harrison Hot Springs, BC V0M 1K0

Dear Mayor Facio:

The Province of British Columbia knows that British Columbians have expressed an interest in seeing greater choice, convenience and competition in the availability and provision of transportation and accommodation services. Companies such as Uber, Lyft and Airbnb may present opportunities to meet changing public expectations.

In considering the opportunities that these services may provide, it is important that the Province understands any impacts that could result for consumers, host communities and existing service providers. The many people currently providing passenger and accommodation services in British Columbia have made investments, providing jobs and valuable contributions to the economy. Thought must be given as to how any new services are regulated, recognizing the need to be respectful of existing industry participants while at the same time being fair and equitable to any possible new entrants to these sectors.

To this end, over the coming months, I will be meeting with a wide array of stakeholders to explore issues pertaining to the sharing economy and develop a better understanding of the opportunities and challenges that they provide for citizens and communities.

Locally elected officials from both urban and rural regions will have important perspectives on the issues and opportunities surrounding the sharing economy, and I am eager to draw these out as part of the consultation process. It is my hope that I will be able to engage with as many local governments as possible in person over the coming months. Regardless of whether we are able to undertake this discussion in person, I would also value the opportunity to review your thoughts on this matter via any written submission you may care to provide to me, and I encourage you to consider sending your thoughts to me directly by email at: [CSCD.Minister@gov.bc.ca](mailto:CSCD.Minister@gov.bc.ca).

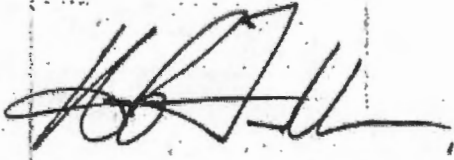
Your perspectives could include ideas on how sharing and existing service economies could be integrated, on perceived challenges and opportunities, and on provincial and local government roles in regulating and facilitating any changes we might contemplate.

.../2

His Worship Mayor Leo Facio  
Page 2

I look forward to hearing from you.

Sincerely,

A handwritten signature in black ink, appearing to read 'Peter Fassbender', written over a dotted line.

Peter Fassbender  
Minister



## VILLAGE OF HARRISON HOT SPRINGS

### REPORT TO COUNCIL

**TO:** Mayor and Council **DATE:** April 27, 2016  
**FROM:** Deputy Financial Officer **FILE:** 1680  
**SUBJECT:** 2015 Audited Financial Statements

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**ISSUE:** Approval of the Annual Audited Financial Statements

**BACKGROUND:** Section 167 of the *Community Charter* requires that municipalities submit audited financial statements to the Inspector of Municipalities by May 15<sup>th</sup> of each year

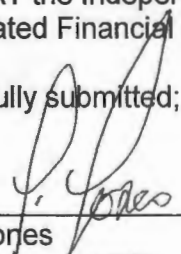
**RECOMMENDATION:**

THAT the 2015 Consolidated Financial Statements of the Village of Harrison Hot Springs be adopted;

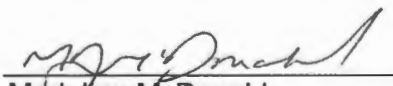
AND THAT the Independent Auditor's Report be received;

AND THAT the Independent Auditor's Report be attached to the approved Consolidated Financial Statements of the Village of Harrison Hot Springs.

Respectfully submitted;

  
\_\_\_\_\_  
Tracey Jones  
Deputy Financial Officer

**REVIEWED BY:**

  
\_\_\_\_\_  
Madeline McDonald  
Chief Administrative Officer



**HARRISON HOT SPRINGS**

*Naturally Refreshed*

# **Village of Harrison Hot Springs**

**Consolidated Financial Statements**

**December 31, 2015**

# Village of Harrison Hot Springs

December 31, 2015

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## **Management's Responsibility for Financial Reporting**

The financial statements of the Village of Harrison Hot Springs (the Village) are the responsibility of management and have been prepared in accordance with public sector accounting standards, consistently applied and appropriate in the circumstances. The preparation of the financial statements requires the use of estimates which have been made using careful judgement. In management's opinion, the financial statements have been properly prepared within the framework of the accounting policies summarized in the financial statements and incorporate within reasonable limits of materiality, all information available as of the audit date. The financial statements have also been reviewed and approved by the Mayor and Council of the Village.

Management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorised and recorded in compliance with legislative and regulatory requirements and that reliable financial information is available on a timely basis. These systems are monitored and evaluated by management. Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control.

The financial statements have been examined by the Village's independent external auditor, McConnell, Voelkl in accordance with generally accepted auditing standards. The external auditor's responsibility is to express their opinion on whether the consolidated financial statements, in all material respects, fairly present the Village's financial position, results of operations, changes in net debt and cash flows in accordance with Canadian public sector accounting standards. Their Independent Auditor's Report outlines the scope of their examination and their opinion.

The external auditor has full and open access to all records of the Village and has direct access to management and Council when required.

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Madeline McDonald  
Chief Administrative Officer  
May 2, 2016

---

Tracey Jones  
Deputy Financial Officer  
May 2, 2016



F.W. Voelkl, CPA, CA  
C.M. Kelley, CPA, CA (incorporated professional)



P.O. Box 819  
228 Wallace St.  
Hope, B.C. V0X 1L0

Office 604-869-5634  
Fax 604-869-2381

## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of  
The Village of Harrison Hot Springs:

We have audited the following Consolidated Statement of Financial Position of the **VILLAGE OF HARRISON HOT SPRINGS** as at **DECEMBER 31, 2015**, the Consolidated Statement of Operations and Net Change in Financial Assets and Consolidated Statement of Changes in Financial Position 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 controls 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:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from 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 our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal controls 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 consolidated financial statements.

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

### Opinion:

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the **VILLAGE OF HARRISON HOT SPRINGS** as at **DECEMBER 31, 2015**, and the results of its operations, net change in financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*McConnell, Voelkl*

CHARTERED PROFESSIONAL ACCOUNTANTS

May 2, 2016  
Hope, BC  
Canada

# Village of Harrison Hot Springs

## Consolidated Statement of Financial Position

As at December 31, 2015

	2015	2014
<b>Financial assets</b>		
Cash (Note 2)	7,794,822	6,401,201
Accounts Receivable (Note 3)	820,704	805,739
MFA Deposits (Note 4)	6,103	-
	<b>8,621,629</b>	<b>7,206,940</b>
<b>Financial liabilities</b>		
Accounts Payable and Accrued Liabilities (Note 5)	393,735	411,914
Developer's Deposits and Other Trust Liabilities (Note 6)	378,097	391,277
Deferred Revenue (Note 7)	500,267	648,936
Development Cost Charges (Note 8)	1,212,301	978,021
Capital lease (Note 9)	139,211	171,331
Long-term debt (Note 10)	600,000	-
Interim financing debt (Note 11)	550,000	600,000
	<b>3,773,611</b>	<b>3,201,479</b>
<b>Net financial assets</b>	<b>4,848,018</b>	<b>4,005,461</b>
<b>Non-financial assets</b>		
Tangible Capital Assets (Note 12, Schedule 1)	31,234,292	31,421,843
Prepaid expenses	35,302	54,696
	<b>31,269,594</b>	<b>31,476,539</b>
<b>Accumulated surplus</b>	<b>36,117,612</b>	<b>35,482,000</b>
Represented by:		
Operating fund (Note 14)	3,385,784	2,586,023
Appropriated Surplus (Note 14)	1,768,730	1,389,874
Statutory Reserves (Note 14)	1,018,016	855,580
Equity in tangible capital assets (Note 13)	29,945,082	30,650,522
	<b>36,117,612</b>	<b>35,481,999</b>

\_\_\_\_\_  
 Madeline McDonald,  
 Chief Administrative Officer

\_\_\_\_\_  
 Leo Facio  
 Mayor

The accompanying notes and schedule are an integral part of these consolidated financial statements.

# Village of Harrison Hot Springs

## Consolidated Statement of Operations

for the year ended December 31, 2015

	Budget (Unaudited Note 19)	2015	2014
<b>Revenue</b>			
Property Taxes (Notes 15, 22)	1,920,900	1,920,696	1,886,821
Sale of Services (Note 16)	881,400	897,704	900,016
Utility Service Fees (Note 17)	394,000	395,923	395,167
Government Transfers (Note 18)	1,626,500	1,036,076	1,785,708
Investment Income	24,900	56,795	28,859
Penalties and interest	23,700	44,121	39,561
Development Cost Charges (Note 8)	385,000	16,480	-
Other revenue	61,900	36,548	53,308
	<b>5,318,300</b>	<b>4,404,343</b>	<b>5,089,440</b>
<b>Expenses (Note 20)</b>			
Legislative Services	128,050	109,463	117,012
General Government	942,100	919,319	900,771
Protective Services	201,550	174,871	161,697
Public Works	211,200	210,840	204,036
Transportation Services	144,250	124,508	102,711
Public Health	6,200	3,838	6,284
Planning and Development	25,800	33,422	47,842
Tourism, Community and Economic Development	52,300	146,511	136,406
Sustainability	10,800	9,559	8,856
Solid Waste Management and Recycling	179,400	171,070	121,232
Beaches, Parks, Recreation and Culture	442,050	351,864	395,987
Water Services	227,000	232,410	238,233
Sewer Services	539,500	461,635	556,318
Debt financing	22,600	27,172	14,987
Amortization (Note 1, Schedule 1)	794,000	792,248	747,914
	<b>3,926,800</b>	<b>3,768,730</b>	<b>3,760,286</b>
<b>Annual surplus</b>	<b>1,391,500</b>	<b>635,613</b>	<b>1,329,154</b>
Accumulated surplus, beginning of year	35,481,999	35,481,999	34,152,845
	<b>36,873,499</b>	<b>36,117,612</b>	<b>35,481,999</b>

Commitments and contingencies are specified in Note 21.

The accompanying notes and schedule are an integral part of these consolidated financial statements.

# Village of Harrison Hot Springs

## Consolidated Statement of Change in Net Financial Assets

for the year ended December 31, 2015

	Budget (Unaudited Note 19)	2015	2014
Annual Surplus	1,391,500	635,613	1,329,154
Acquisition of tangible capital assets	(3,064,500)	(604,698)	(2,121,402)
Amortization	794,000	792,248	747,914
Write down of tangible capital assets at NBV	-	-	34,300
	(879,000)	823,163	(10,034)
Acquisition of prepaid expenses	-	(35,302)	(54,696)
Use of prepaid expenses	-	54,696	95,084
	-	19,394	40,388
<b>Increase (decrease) in net financial assets</b>	<b>(879,000)</b>	<b>842,557</b>	<b>30,354</b>
Net financial assets, beginning of year	4,005,461	4,005,461	3,975,107
<b>Net financial assets, end of year</b>	<b>3,126,461</b>	<b>4,848,018</b>	<b>4,005,461</b>

The accompanying notes and schedule are an integral part of these consolidated financial statements.

# Village of Harrison Hot Springs

## Consolidated Statement of Cash Flows

For the Year Ended December 31, 2015

	2015	2014
<b>Cash provided by (used in):</b>		
<b>Operating Activities</b>		
Annual surplus / (deficit)	635,613	1,329,154
<b>Non Cash items:</b>		
Amortization	792,248	747,914
(Increase) Decrease in prepaid expenses	19,394	40,388
<b>Changes to financial assets / liabilities:</b>		
Accounts receivable	(14,965)	222,118
MFA Deposits	(6,103)	-
Accounts payable and accrued liabilities	(31,359)	(123,663)
Deferred revenue	(148,669)	(222,779)
Development Cost Charges	234,280	119,207
<b>Net change in cash from operating activities</b>	<b>1,480,439</b>	<b>2,112,339</b>
<b>Capital Activities:</b>		
Write down of tangible capital assets at net book value	-	34,301
Acquisition of tangible capital assets	(604,698)	(2,121,402)
<b>Net change in cash from capital activities</b>	<b>(604,698)</b>	<b>(2,087,101)</b>
<b>Financing Activities</b>		
Debt repayment	(82,120)	(118,504)
Proceeds from Debt	600,000	-
Proceeds from capital lease - net of deferred charges	-	132,725
<b>Net change in cash from financing activities</b>	<b>517,880</b>	<b>14,221</b>
<b>Net change in cash</b>	<b>1,393,621</b>	<b>39,459</b>
Cash and cash equivalents at beginning of year	6,401,201	6,361,742
<b>Cash and cash equivalents, end of year</b>	<b>7,794,822</b>	<b>6,401,201</b>

The accompanying notes and schedule are an integral part of these consolidated financial statements.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

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### 1. Significant Accounting Policies

The Consolidated Financial Statements of the Village of Harrison Hot Springs which are the representation of management are prepared in accordance with Canadian generally accepted accounting principles for governments as prescribed by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants Canada. Significant accounting policies adopted by the Village are as follows:

#### a. Basis of consolidation

The Consolidated Financial Statements reflect the combined results and activities of the reporting entity which is comprised of the Operating, Capital and Reserve funds. Inter-fund transactions have been eliminated on consolidation.

- i. Operating Funds: These funds include the General, Water and Sewer operations of the Village. They are used to record the operating costs of the services provided by the Village.
- ii. Capital funds: These funds include the General, Water and Sewer capital funds. They are used to record the acquisition and disposal of property and equipment and their financing.
- iii. Reserve funds: Under the *Community Charter*, Village Council may, by bylaw establish reserve funds for specified purposes. Money in a Statutory Reserve Fund, and interest earned thereon, must be expended by bylaw only for the purpose for which the fund was established. If the amount in a reserve fund is greater than required, Village Council may, by bylaw, transfer all or part of the balance to another reserve fund. Non-statutory Reserves require being included in an approved council budget or a resolution before these funds can be expended.

#### b. Revenue Recognition

Government grants and transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

Taxation revenues are recognized at the time of issuing the property tax notices for the fiscal year. Sale of services and user fees are recognized when the service or product is provided by the Village. All other revenue is recognized as it is earned and is measurable. Revenue unearned in the current period is recorded as deferred revenue and is recognized as revenue in the fiscal year the services are performed. Expenses are recognized as they are incurred and measurable based on a receipt of goods and services and/or the creation of a legal obligation to pay.

#### c. Financial Instruments

The Village's financial instruments consist of cash, accounts receivable, accounts payable and long-term debt. It is management's opinion that the Village is not exposed to significant interest, currency or credit risk arising from these financial instruments.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

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### 1. Significant Accounting Policies continued

#### d. Non-financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They may have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

#### i. Tangible Capital Assets

Tangible capital assets, comprised of capital assets and assets under construction, are recorded at cost less accumulated amortization 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.

<b>Asset</b>	<b>Useful Life - Years</b>
Land improvements	10-25
Parks infrastructure	10-50
Buildings	40-50
Machinery and equipment	5-10
IT infrastructure	4-10
Vehicles	5-20
Roads infrastructure	15-20
Water infrastructure	10-100
Sewer infrastructure	10-100
Drainage infrastructure	10-100

#### ii. Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the time of donation.

#### iii. Works of art and cultural and historic assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

#### iv. Leased tangible capital assets

Leases which transfer substantially all the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 1. Significant Accounting Policies continued

#### e. Use of estimates

The preparation of consolidated 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 at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

### 2. Cash

	2015	2014
Restricted cash		
Statutory reserves	\$ 1,018,016	\$ 856,038
Non-Statutory Reserves	3,672,137	3,277,392
	4,690,153	4,133,430
Unrestricted cash	3,104,669	2,267,771
Total cash	\$ 7,794,822	\$ 6,401,201

### 3. Account Receivable

	2015	2014
Accounts Receivable - Property Taxes	\$ 329,001	\$ 380,081
Accounts Receivable - Other Governments	189,979	109,645
Accounts Receivable - Trade and Other	301,724	316,013
	\$ 820,704	\$ 805,739

### 4. Deposit and Reserve - Municipal Finance Authority

The Municipal Finance Authority of British Columbia (the Authority) provides capital funding for regional districts and their member municipalities. The Authority is required to establish a Debt Reserve Fund. The Authority must then use this fund if at any time there are insufficient funds to meet payments on its obligations. If this occurs the regional districts or member municipalities may be called upon to restore the fund.

Each regional district, through its member municipalities who share in the proceeds of a debt issue, is required to pay into the Debt Reserve Fund certain amounts set out in the financing agreements. The interest earned on the Debt Reserve fund, less administrative expenses, becomes an obligation of the Authority to the regional districts.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### Deposit and Reserve - Municipal Finance Authority continued

Upon the maturity of a debt issue, the unused portion of the Debt Reserve Fund established for that issue will be discharged to the Municipality. As at December 31, the total of the Debt Reserve fund was comprised of:

	2015	2014
MFA Deposits	\$ 6,103	\$ -
MFA Deposits	\$ 6,103	\$ -

### 5. Accounts Payable and Accrued Liabilities

	2015	2014
Trade and Other	\$ 316,845	\$ 388,173
Holdbacks payable	10,103	7,493
Other government	1,040	193
Accrued Employee benefits	65,747	16,056
	\$ 393,735	\$ 411,915

### 6. Developer's Deposits and Other Trust Liabilities

	2015	2014
Property and event damage deposits	\$ 14,306	\$ 30,307
Non-refundable deposits	-	28,118
Developer Deposit	335,406	331,596
Community groups funds held in trust	28,385	1,256
	\$ 378,097	\$ 391,277

### 7. Deferred Revenue

Due to changes in criteria for eligible Gas Tax Revenue projects, this funding does not meet the requirement of deferred revenue and is recorded as revenue when funding is received.

	2015	2014
Prepaid taxes	\$ 131,482	\$ 120,731
Deferred Gas Tax Revenue	-	205,707
Facility rentals and other	368,785	322,498
	\$ 500,267	\$ 648,936

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 8. Development Cost Charges

	Opening Balance	Receipts	Interest	Transfers Out	Closing Balance
Sewer DCC	\$ 766,921	\$ 114,657	\$ 9,211	\$ 15,182	\$ 875,607
Water DCC	190,875	73,549	2,495	-	266,919
Drainage DCC	13,191	32,075	298	1,298	44,266
Parks DCC	7,035	18,320	154	-	25,509
	\$ 978,022	\$ 238,601	\$ 12,158	\$ 16,480	\$1,212,301

Development Cost Charges are restricted revenue liabilities representing funds received from developers and deposited into separate deferred revenue liability accounts for specified future capital expenses. In accordance with generally accepted accounting principles, the Village records these funds as restricted revenue which is then recognized when the related costs are incurred.

### 9. Capital Lease Liability

In 2013, the Village entered into a 4 year capital lease agreement with the Municipal Finance Authority to finance the acquisition of two pick-up trucks. In 2014, the Village entered into a capital lease agreement with Caterpillar Financial Services Limited to finance the acquisition of a new backhoe in the amount of \$132,725. The term of the lease is five years with an option to purchase at the end of the lease of \$47,723.

Changes in capital lease liability are as follows:

	2015	2014
Balance, January 1,	\$ 171,331	\$ 57,110
Add: Lease additions	-	132,725
Less: Principal repayments	(32,120)	(18,504)
Balance, December 31	\$ 139,211	\$ 171,331

The minimum lease payments over the next four years of the leases are as follows:

2016	\$ 30,635
2017	24,575
2018	18,342
2019	65,659
	\$ 139,211

Total interest expense during the year was \$5,915. Total interest over the term of the leases is \$22,660.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 10. Long-Term Debt

In 2015 the Village borrowed funds under loan authorisation bylaw 1052. MFA Issue 131 has an amortization period of 15 years at 2.2% interest for the first 10 years of the term. Early repayment options exist at the rate reset date of 10 years.

	Balance, beginning of Year	Additions	Principal Repayments	Actuarial * Adjustment	Balance, end of year
General Fund					
MFA Issue 131	\$ -	\$ 600,000	\$ -	\$ -	\$ 600,000

The following principle amounts are payable over the next three years:

	2016	2017	2018
General Fund	\$ 31,095	\$ 31,095	\$ 31,095

\* Actuarial Adjustments represent interest earned on sinking funds held by the Municipal Finance Authority. Such interest is used to reduce the principal amount of outstanding debt.

### 11. Interim Financing

In 2009 the Village borrowed \$1,500,000 under the Interim Financing Program from the Municipal Finance Authority of British Columbia under Loan Authorisation Bylaw 885, for the purpose of constructing a new water reservoir. In 2015 the Village received an extension and has until 2020 to pay back the principal amount. Any principal balance unpaid will be converted into long-term debt at that time. The Village can pay down any amount on the principal in the next year. Interest was paid monthly in 2015 at daily interest rates that varied between 1.30% and 1.34% . During 2015 the Village paid \$8,018 in interest (2014 \$12,213).

	2015	2014
Beginning Balance Jan 1,	\$ 600,000	\$ 700,000
Principal repayments	(50,000)	(100,000)
Ending Balance, December 31	\$ 550,000	\$ 600,000

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 12. Tangible Capital Assets

	2015	2014
Land	\$ 9,984,913	\$ 9,984,913
Buildings	996,021	1,058,979
Equipment, furniture and vehicles	735,551	755,811
Engineering Structures:		
Engineering structures - water	6,420,738	6,538,610
Engineering structures - sewer and drainage	6,913,731	6,970,531
Engineering structures - roads	4,306,829	4,571,458
Engineering structures - other	1,223,517	1,242,043
Other tangible capital assets	162,195	171,021
Work in Progress	490,797	128,477
<b>Total</b>	<b>\$ 31,234,292</b>	<b>\$ 31,421,843</b>

For additional information, see Consolidated Schedule of Tangible Capital Assets. (Schedule 1)

Included in equipment, furniture and vehicles are vehicles and equipment purchased under capital leases totalling \$209,626 with accumulated amortization to the end of 2015 of \$37,721.

### 13. Equity in Tangible Capital Assets

Equity in tangible capital assets (TCA) represents the net book value (NBV) of total capital assets less long term obligations assumed to acquire those assets. The change in consolidated equity in tangible capital assets is as follows:

	2015	2014
Equity in TCA, beginning of year	\$ 30,650,512	\$ 29,321,829
Add:		
Capital Expenditures	604,698	2,121,402
Debt Repayments	82,120	118,504
Less:		
Long-term debt	(600,000)	-
Gain (loss) on disposal of asset	-	(23,207)
Proceeds from capital lease	-	(140,092)
Dispositions at NBV	-	-
Amortization	(792,248)	(747,914)
<b>Equity in TCA, end of year</b>	<b>\$ 29,945,082</b>	<b>\$ 30,650,522</b>

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 14. Accumulated Surplus

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	2015	2014
Surplus:		
Invested in tangible capital assets	\$ 29,945,082	\$ 30,650,522
Operating Fund	3,385,784	2,586,023
<b>Total surplus</b>	<b>33,330,866</b>	<b>33,236,545</b>
Reserves set aside by Council:		
Appropriated Surplus:		
Community Recreation	406,114	413,275
Assessment appeal	125,901	95,725
Beach	36,379	35,967
Building	59,985	59,296
Contingencies	10,969	10,854
Dock replacement	10,944	58,091
Boat Launch	20,069	-
Flood box / drainage	14,883	14,715
General	28,141	27,823
Insurance	9,531	9,423
Memorial Hall restoration	5,323	5,263
Parking / traffic management	54,910	36,380
Office Equipment	22,320	22,067
Property	45,418	44,904
Road/Sidewalk	12,905	12,759
Sick leave/Retirement	120,987	98,337
Community Works Fund	318,900	-
Sewer	341,290	322,640
Water	123,761	122,355
<b>Total Appropriated Surplus</b>	<b>1,768,730</b>	<b>1,389,874</b>
Statutory Fund Reserves:		
Community amenities	148,016	128,015
Fire department capital	214,249	187,147
Land unexpended funds	12,616	12,473
Parkland acquisition	124,743	94,569
Public works capital	17,709	71,889
Sewage treatment replacement	400,742	262,673
Sewer unexpended funds	79,940	79,039
Port Divestiture income	20,001	19,775
<b>Total Statutory Fund Reserves</b>	<b>1,018,016</b>	<b>855,580</b>
	<b>\$ 36,117,612</b>	<b>\$ 35,481,999</b>

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 15. Taxation

Taxation revenue, reported on the consolidated statement of operations, is made up of the following:

	Budget	2015	2014
Taxes collected			
Municipal property taxes	\$ 1,885,000	\$ 1,883,594	\$ 1,849,861
1 % Utility taxes	31,900	32,035	32,247
Payments in lieu of taxes	4,000	5,063	4,733
School taxes	1,251,500	1,253,344	1,236,786
Regional District	116,700	116,946	116,846
Regional hospital district	101,300	101,518	103,271
Police tax	118,000	118,126	114,554
Other agencies	28,600	28,720	29,436
	<b>3,537,000</b>	<b>3,539,346</b>	<b>3,487,734</b>
Less transfers to other governments			
School taxes paid	1,251,500	1,253,344	1,236,776
Regional district taxes paid	116,700	116,944	116,858
Regional hospital district taxes paid	101,300	101,517	103,279
Police taxes paid	118,000	118,125	114,564
Other agencies taxes paid	28,600	28,720	29,436
	<b>1,616,100</b>	<b>1,618,650</b>	<b>1,600,913</b>
	<b>\$ 1,920,900</b>	<b>\$ 1,920,696</b>	<b>\$ 1,886,821</b>

### 16. Sale of Services, User Rates, Rentals

	Budget	2015	2014
Sewer user fees	\$ 500,000	\$ 501,289	\$ 501,160
Water user fees	188,000	190,279	190,552
Curbside collection fees	90,000	92,093	91,966
Licenses and permits	38,600	48,713	48,735
Facility rentals	47,500	46,986	47,458
Fines	3,300	1,525	4,078
Other	3,500	3,477	3,523
Penalties	10,500	13,342	12,544
	<b>\$ 881,400</b>	<b>\$ 897,704</b>	<b>\$ 900,016</b>

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 17. Utility Service Fees

	Budget	2015	2014
Sewer service utility fee - residential	\$ 179,000	\$ 180,225	\$ 179,709
Sewer service utility fee - business	20,000	19,830	19,997
Water service utility fee - residential	174,000	174,834	174,226
Water service utility fee - business	21,000	21,034	21,235
<b>Total</b>	<b>\$ 394,000</b>	<b>\$ 395,923</b>	<b>\$ 395,167</b>

### 18. Government Transfers

The Village recognizes the transfer of government funding as expenses or revenues in the period that the events giving rise to the transfer occurred. The Government transfers reported on the Statement of Operations are:

	Budget	2015	2014
Provincial:			
Conditional			
Infrastructure - water treatment plant	\$ -	\$ -	\$ 790,955
Infrastructure - Miami River Dike Pump Station	560,000	123,132	13,212
Resort Municipality Initiative	183,000	145,915	420,589
Other	2,500	3,758	2,584
Unconditional	321,000	321,239	209,651
Federal			
Conditional			
Infrastructure - Miami River Dike Pump Station	560,000	123,132	13,212
Gas tax	-	318,901	335,505
	<b>\$ 1,626,500</b>	<b>\$ 1,036,077</b>	<b>\$ 1,785,708</b>

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

### 19. Budget Data

The unaudited budget data presented in these consolidated financial statements is based upon the 2015 operating and capital budgets adopted by Council on May 4, 2015. The chart below reconciles the approved balanced budget to the budget figures reported in these consolidated financial statements.

2015 Adopted Operating and Capital Budget	Budget Amount
Revenues:	
Operating budget	\$ 3,926,800
Capital budget	3,437,100
<b>Total revenue</b>	<b>7,363,900</b>
Expenses:	
Operating budget	3,926,800
Capital Budget	3,437,100
<b>Total expenses</b>	<b>7,363,900</b>
<b>Budgeted surplus (deficit)</b>	<b>\$ -</b>
Add:	
Capital expenses	\$ 3,064,500
Transfers to reserves	293,000
Principal repayments	79,600
Less:	
Transfers from reserves	(520,000)
Appropriation from Surplus	(131,600)
Borrowing	(600,000)
Amortization	(794,000)
<b>Annual budgeted surplus (see statement of operations)</b>	<b>\$ 1,391,500</b>

### 20. Classification of Expenses by Object

The Schedule of Operating Fund Activities represents the expenditures by function; the following table classifies those same expenditures by object:

	Budget	2015	2014
Salaries, wages and employee benefits	\$ 1,542,700	\$ 1,483,864	\$ 1,477,415
Operating Materials and supplies	655,250	565,655	645,628
Contracted services	276,800	243,202	213,005
Administrative services and supplies	378,900	405,967	418,462
Utilities	154,950	153,099	149,031
Rentals and contractual obligations	101,600	97,523	93,844
Debt financing	22,600	27,172	14,987
Amortization	794,000	792,248	747,914
<b>Total expenditures by object</b>	<b>\$ 3,926,800</b>	<b>\$ 3,768,730</b>	<b>\$ 3,760,286</b>

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

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### 21. Commitments and Contingencies

- a. The municipality and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of the assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2014, the plan has about 185,000 active members and approximately 80,000 retired members. Active members include approximately 37,000 contributors from local governments.

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

The Village of Harrison Hot Springs paid \$91,780 (2014 \$93,372) for employer contributions to the Plan in fiscal 2015.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits on a going concern basis. 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, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

- b. Debts of the Fraser Valley Regional District are, under provisions of the Local Government Act, a direct, joint and several liability of the District and each member municipality within the District, including the Village of Harrison Hot Springs.
- c. The Village is a subscribed member of the Municipal Insurance Association of British Columbia (The "Exchange") as provided by section 3.02 of the Insurance Act of the Province of British Columbia. The main purpose of the Exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange Agreement, the Village is assessed a premium and specific deductible for its claims based on population. The obligation of the Village with respect to the Exchange and/or contracts and obligations entered into by the Exchange are in every case several, not joint and several. The Village irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other subscriber may suffer.
- d. The Village has an agreement with the Harrison Hot Springs Tourism Society to provide annual funding of \$31,000. The term of the agreement ends December 31, 2018.
- e. The Village has committed to the completion of three major capital projects in the 1st half of 2016 at an estimated total cost of \$3,427,206. The three projects and their estimated costs are as follows: Miami River Flood Pump Project \$ 1,918,748; Esplanade Phase 2 at a cost of \$851,000; and renovation of the Beach Washrooms at a cost of \$657,458. These projects are funded from a combination of reserves, grants, long term debt and surplus.

# Village of Harrison Hot Springs

## Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2015

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### 22. Significant Taxpayer

The Village is reliant upon one taxpayer for approximately 17.15% of the municipal property tax revenue.

### 23. Landfill assessment

In 2014, the Ministry of Environment directed the Village to assess any potential effects the closure of the landfill in 1983 has on well water. Water samples were taken and the results prompted the Ministry to direct the Village to drill test wells and monitor the water which began in 2015. The Village is to continue this process for three years at which time the results will determine if any further action is required.

### 24. Comparative Figures

Certain balances of the preceding year have been reclassified to conform to the current year's financial statement presentation.

# Village of Harrison Hot Springs

## Schedule 1 - Consolidated Statement of Tangible Capital Assets

For the Year Ended December 31, 2015

	Engineered Structures								Other Tangible Capital Assets	2015	2014
	Land	Building	Equipment Furniture Vehicles	Water	Sewer Drainage	Roads	Other	Work In Progress			
<b>COST</b>											
Opening balance	\$9,984,913	\$1,984,778	\$1,981,341	\$7,702,915	\$8,930,294	\$8,521,923	\$1,830,731	\$128,477	\$327,090	\$41,392,462	\$39,459,704
Add: Additions	-	-	88,135	-	99,333	-	54,910	362,320	-	604,698	2,121,403
Less: Disposals	-	-	-	-	-	-	-	-	-	-	(188,645)
<b>Closing Balance</b>	<b>9,984,913</b>	<b>1,984,778</b>	<b>2,069,476</b>	<b>7,702,915</b>	<b>9,029,627</b>	<b>8,521,923</b>	<b>1,885,641</b>	<b>490,797</b>	<b>327,090</b>	<b>41,997,160</b>	<b>41,392,462</b>
<b>ACCUMULATED AMORTIZATION</b>											
Opening Balance	-	925,799	1,225,530	1,164,305	1,959,763	3,950,465	588,688	-	156,069	9,970,619	9,377,049
Add: Amortization	-	62,958	108,395	117,872	156,133	264,629	73,436	-	8,826	792,249	747,914
Less: Acc. Amortization on Disposals	-	-	-	-	-	-	-	-	-	-	(154,344)
<b>Closing Balance</b>	<b>-</b>	<b>988,757</b>	<b>1,333,925</b>	<b>1,282,177</b>	<b>2,115,896</b>	<b>4,215,094</b>	<b>662,124</b>	<b>-</b>	<b>164,895</b>	<b>10,762,868</b>	<b>9,970,619</b>
	<b>\$9,984,913</b>	<b>\$ 996,021</b>	<b>\$ 735,551</b>	<b>\$6,420,738</b>	<b>\$6,913,731</b>	<b>\$4,306,829</b>	<b>\$1,223,517</b>	<b>\$490,797</b>	<b>\$162,195</b>	<b>\$31,234,292</b>	<b>\$31,421,843</b>

The accompanying notes and schedule are an integral part of these consolidated financial statements.