

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Financial Statements
Year Ended December 31, 2024

SHIPS POINT IMPROVEMENT DISTRICT
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Year Ended December 31, 2024

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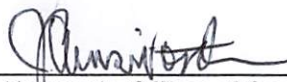
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements of Ships Point 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 Ships Point 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 carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Board and 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 Audit Committee reports to the Board of Trustees prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.

The consolidated financial statements have been audited on behalf of the members by Robbins & Company Chartered Professional Accountants, in accordance with Canadian generally accepted auditing standards.

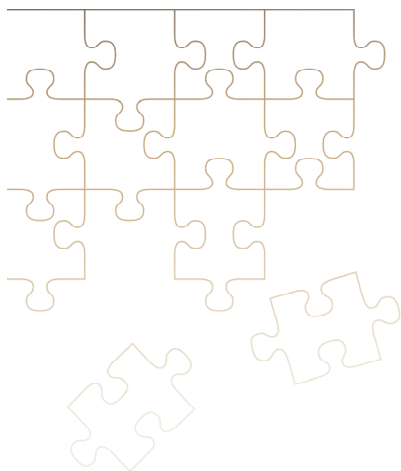


Jackie Ainsworth, Officer of Corporate
Administration



Rob Vreugde, Interim Officer of
Financial Administration

Fanny Bay, BC
April 16, 2025



INDEPENDENT AUDITOR'S REPORT

To the Members of Ships Point Improvement District

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Ships Point Improvement District (the improvement district), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations, changes in accumulated surplus, changes in net financial debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the improvement district as at December 31, 2024, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Opinion

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 Consolidated Financial Statements* section of our report. We are independent of the improvement district in accordance with ethical requirements that are relevant to our audit of the consolidated 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 opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the improvement 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 improvement district or to cease operations, or has no realistic alternative but to do so.

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

(continues)

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 improvement 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 improvement 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 consolidated 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 improvement district to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

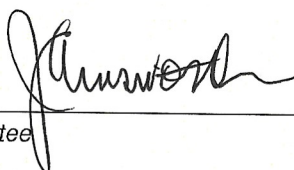
Courtenay, British Columbia
April 16, 2025

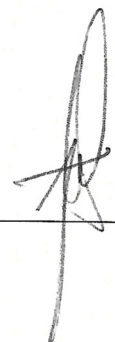

ROBBINS & COMPANY
CHARTERED PROFESSIONAL ACCOUNTANTS

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Statement of Financial Position
December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 79,602	\$ 75,624
Short term investments	126,543	276,000
Accounts receivable (Note 4)	9,299	10,873
	<u>215,444</u>	<u>362,497</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	54,384	29,654
Deferred revenue	250	-
Province of British Columbia debt (Note 6)	58,606	77,103
Long term debt (Note 7)	1,638,419	1,892,035
Comox Valley Regional District contribution (Note 8)	-	75,000
	<u>1,751,659</u>	<u>2,073,792</u>
NET FINANCIAL DEBT	<u>(1,536,215)</u>	<u>(1,711,295)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 9)	2,529,195	2,655,912
Supply inventory	12,301	3,204
Prepaid expenses	16,884	17,384
	<u>2,558,380</u>	<u>2,676,500</u>
ACCUMULATED SURPLUS	<u>\$ 1,022,165</u>	<u>\$ 965,205</u>

Approved on behalf of the Board of Trustees


 Trustee


 Trustee

The accompanying notes are a part of these financial statements

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Statement of Operations
Year Ended December 31, 2024

	Budget 2024	Total 2024	Total 2023
REVENUES			
Waterworks Services <i>(Schedule 3)</i>	\$ 117,615	\$ 121,720	\$ 117,953
Fire Protection Services <i>(Schedule 4)</i>	106,460	159,289	119,017
Capital Reserve Renewal Fund <i>(Schedule 5)</i>	172,200	249,583	181,175
	<u>396,275</u>	<u>530,592</u>	<u>418,145</u>
EXPENSES			
Waterworks Services <i>(Schedule 3)</i>	134,315	291,057	281,530
Fire Protection Services <i>(Schedule 4)</i>	75,910	112,297	93,943
Capital Reserve Renewal Fund <i>(Schedule 5)</i>	-	70,278	70,604
	<u>210,225</u>	<u>473,632</u>	<u>446,077</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 186,050</u>	<u>\$ 56,960</u>	<u>\$ (27,932)</u>

The accompanying notes are a part of these financial statements

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Statement of Changes in Accumulated Surplus
Year Ended December 31, 2024

	Total 2024	Total 2023
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 965,205	\$ 993,137
ANNUAL SURPLUS (DEFICIT)	<u>56,960</u>	<u>(27,932)</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 1,022,165</u>	<u>\$ 965,205</u>

The accompanying notes are a part of these financial statements

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Statement of Changes in Net Financial Debt
Year Ended December 31, 2024

	Budget 2024	2024	2023
ANNUAL SURPLUS (DEFICIT)	\$ 186,050	\$ 56,960	\$ (27,932)
Purchase of tangible capital assets	-	(44,599)	(45,183)
Amortization of tangible capital assets	-	171,316	175,807
Proceeds on disposal of tangible capital assets	-	-	1,200
Loss (gain) on disposal of tangible capital assets	-	-	(1,151)
Decrease in prepaid expenses	-	500	(3,117)
Decrease (increase) in supply inventory	-	(9,098)	-
	-	118,119	127,556
INCREASE IN NET FINANCIAL ASSETS	186,050	175,079	99,624
NET FINANCIAL DEBT - BEGINNING OF YEAR	(1,518,037)	(1,711,294)	(1,810,918)
NET FINANCIAL DEBT - END OF YEAR	\$ (1,331,987)	\$ (1,536,215)	\$ (1,711,294)

The accompanying notes are a part of these financial statements

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Statement of Cash Flows
Year Ended December 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 56,960	\$ (27,932)
Items not affecting cash:		
Amortization of tangible capital assets	171,316	175,807
Gain on disposal of tangible capital assets	-	(1,151)
	<u>228,276</u>	<u>146,724</u>
Changes in non-cash working capital:		
Accounts receivable	1,574	8,994
Supply inventory	(9,099)	-
Prepaid expenses	500	(3,117)
Accounts payable and accrued liabilities	24,727	(3,901)
Deferred revenue	250	(15,000)
Comox Valley Regional District contribution	(75,000)	-
	<u>(57,048)</u>	<u>(13,024)</u>
Cash flow from operating activities	<u>171,228</u>	<u>133,700</u>
INVESTING ACTIVITIES		
Purchase of tangible capital assets	(44,599)	(45,183)
Proceeds on disposal of tangible capital assets	-	1,200
Cash flow used by investing activities	<u>(44,599)</u>	<u>(43,983)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	240,730	-
Repayment of long term debt	(512,840)	(161,437)
Cash flow used by financing activities	<u>(272,110)</u>	<u>(161,437)</u>
DECREASE IN CASH FLOW	<u>(145,481)</u>	<u>(71,720)</u>
Cash and cash equivalents - beginning of year	<u>351,624</u>	<u>423,344</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 206,144</u>	<u>\$ 351,624</u>
CASH AND CASH EQUIVALENTS CONSISTS OF:		
Cash	\$ 79,601	\$ 75,624
Short term investments	<u>126,543</u>	<u>276,000</u>
	<u>\$ 206,144</u>	<u>\$ 351,624</u>

The accompanying notes are a part of these financial statements

SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

1. PURPOSE OF THE IMPROVEMENT DISTRICT

Ships Point Improvement District (the "Improvement District") was incorporated in 1979 under the laws of the Province of British Columbia to provide water supply and fire protection services to the residents of Ships Point Improvement District.

2. BASIS OF PRESENTATION

It is the policy of the Improvement District to follow the accounting principles accepted for British Columbia Improvement districts and to apply such principles consistently. The consolidated financial statements have been prepared in accordance with the recommendations of the Public Sector Accounting Board of CPA Canada. In accordance with these recommendations, the District has implemented the consolidation of all funds. The consolidated financial statements reflect the removal of any internal transactions and balances.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. By their nature, these estimates are subject to measurement uncertainty and actual results could differ. In particular, management prepares estimates for certain items such as allowance for doubtful accounts, useful lives of capital assets and accrued liabilities.

Fund accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the Improvement District, the accounts are maintained on a fund accounting basis. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by the contributors or in accordance with the directives issued by the Board of Trustees.

Operating Fund

- Waterworks Services accounts for all the revenues and expenditures related to the general and ancillary waterworks services provided by the Improvement District.
- Fire Protection Services accounts for all the revenues and expenditures related to the general and ancillary fire protection services provided by the Improvement District.

Capital Fund

- Accounts for all the tangible capital assets of the Improvement District used in the provision of Waterworks Services and Fire Protection Services by the Improvement District and presents the flow of funds related to their acquisition and disposal, unexpended capital resources and debt commitments.

(continues)

SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

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

Capital Reserve Renewal Fund

- Consists of funds established by the Board of the Improvement District, under bylaw 81, to be used for expenditures related to the capital cost of providing, constructing, altering or expanding water facilities in order to service directly or indirectly, the development in respect to which the charges are fixed. These funds, and interest earned thereon, must only be invested and disbursed by bylaw passed by the trustees.

Revenue recognition

Parcel taxes and capital expenditure funds are recognized upon issuance of tax notices for the fiscal year. Water tolls are recognized as services is provided. Interest and other income are recognized as revenue as earned on an accrual basis.

Government transfers recorded as grant revenue are recognized as revenues when the transfer is authorized and eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Short term investments

Short term investments include cash and short-term deposits with maturities of less than one year.

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives, in accordance to the provisions of the Public Sector 3150 at the following rates:

Buildings	6% declining balance method
Equipment	20% declining balance method
Water mains	6% declining balance method
Wells and casings	6% declining balance method
Fire trucks	20 years straight-line method
Computer equipment	55% declining balance method

Tangible capital assets are a special class of non-financial assets and are recorded at cost less accumulated amortization and are classified according to their functional use. Costs include all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. The improvement district regularly reviews its tangible capital assets to eliminate obsolete items.

Intangible capital assets, such as water rights, are not recorded in the financial statements.

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SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

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

Asset Retirement Obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

- There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- The past transaction or event giving rise to the liability has occurred;
- It is expected that future economic benefits will be given up; and
- A reasonable estimate of the amount can be made.

No asset retirement obligation has been recorded in these financial statements. Should an obligation be determined, it will be recorded in the financial statements.

Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or living organism that exceeds an environmental standard. A liability for remediation of contaminated sites is to be recognized when all of the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) The Improvement District;
 - i) is directly responsible; or
 - ii) accepts responsibility; and
- d) it is expected that future economic benefits will be given up;
- e) a reasonable estimate of the amounts can be made.

No liability has been recorded in these financial statements. Should a liability be determined, it will be recorded net of any expected recoveries.

Non financial assets

Non-financial assets are held for use in the provision of services and are not normally available to discharge liabilities. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year together with the net surplus (deficit) for the year, provides the changes in the financial assets.

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SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

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

Sick leave benefits

The Improvement District recognizes expenses relating to employee benefits in the period in which the employees render the service in return for the benefits, including compensating employee absences that accumulate but do not vest. Absences due to employee illness are paid when an injury or illness occurs, but entitlement to such compensation arises as employees render services. Entitlement to compensated absence due to illness or injury is measured as the expected future utilization of this benefit.

Inventory

Inventory being the waterworks replacement parts and consumables is valued and recorded at the lower of cost and net realizable value with the cost using the specific identification method.

Financial instruments

The Improvement District's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities and bank loans. It is management's opinion the improvement district is not exposed to any significant interest, credit or currency risks and fair values approximate carrying values.

4. ACCOUNTS RECEIVABLE

	<u>2024</u>	<u>2023</u>
Accrued interest receivable reserve fund	\$ 3,374	\$ 5,139
Trade receivable	110	50
Goods and services tax receivable	5,815	5,684
	<u>\$ 9,299</u>	<u>\$ 10,873</u>

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2024</u>	<u>2023</u>
Due to federal government	\$ 11,236	\$ -
Salaries, wages and benefits payable	1,991	3,538
Sick leave benefits	4,278	6,236
Trade payables and accrued liabilities	36,296	19,316
Interest	583	564
	<u>\$ 54,384</u>	<u>\$ 29,654</u>

SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

6. PROVINCE OF BRITISH COLUMBIA DEBT

On November 19, 2012 the Improvement District received a \$250,000 capital tax advance from the Province of British Columbia in accordance with Bylaw No. 85, the 2012 Long Term Borrowing Bylaw to purchase a fire truck.

The capital tax advance is repayable with an annual payment in July of each year (2015 - 2027) in the amount of \$20,352.76 including interest at 2.75%.

	<u>2024</u>	<u>2023</u>
Bylaw No.85 approves the Province of British Columbia, in accordance with Section 756 of the Local Government Act, to collect the payment directly from the ratepayers within the Improvement District by way of their rural property tax assessments.	\$ 58,606	\$ 77,103

Principal repayments, based on the loan terms and conditions at year end, are as follows:

2025	\$ 17,782
2026	19,133
2027	<u>21,691</u>
Total minimum payments	<u>\$ 58,606</u>

7. LONG TERM DEBT

Bylaw No. 89 authorized the Improvement District to borrow up to \$2,500,000 to fund its water system infrastructure upgrade.

	<u>2024</u>	<u>2023</u>
Royal Bank of Canada loan bearing interest at 4.40% per annum, repayable in monthly blended payments of \$3,575. The loan matures on March 2, 2028.	\$ 402,849	\$ 427,384
Royal Bank of Canada loan bearing interest at 6.25% per annum, repayable in monthly blended payments of \$2,075. The loan matures on August 3, 2026.	237,852	-
Royal Bank of Canada loan bearing interest at 3.69% per annum, repayable in monthly blended payments of \$5,594. The term on the loan matures on June 30, 2031.	997,718	1,027,534
Royal Bank of Canada loan	<u>-</u>	<u>437,117</u>
	<u>\$ 1,638,419</u>	<u>\$ 1,892,035</u>

Principal repayment terms are approximately:

2025	\$ 88,237
2026	91,675
2027	95,256
2028	98,984
2029	102,866
Thereafter	<u>1,161,401</u>
	<u>\$ 1,638,419</u>

SHIPS POINT IMPROVEMENT DISTRICT
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

8. COMOX VALLEY REGIONAL DISTRICT CONTRIBUTION

In 2014 the Comox Valley Regional District (CVRD) transferred funds from the Canadian Works Fund to the Improvement District. The conditions stated that if, after 10 years there has been no change in ownership, the amount will no longer be repayable. As of December 31, 2024 this amount has been recognized as revenue in the Capital Reserve Renewal Fund.

	<u>2024</u>	<u>2023</u>
Comox Valley Regional District contribution	\$ -	\$ 75,000

9. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Land and right of ways	\$ 47,109	\$ -	\$ 47,109	\$ 47,109
Buildings	139,137	80,853	58,284	62,005
Equipment	184,507	135,121	49,386	21,838
Fire trucks	253,292	130,593	122,699	137,616
Computer equipment	3,518	2,370	1,148	2,551
Water mains	3,634,743	1,427,436	2,207,307	2,338,770
Wells and casings	131,429	88,167	43,262	46,023
	<u>\$ 4,393,735</u>	<u>\$ 1,864,540</u>	<u>\$ 2,529,195</u>	<u>\$ 2,655,912</u>

10. BUDGET

The Improvement District's 2024 budget was approved by the board on November 1, 2023. Budget figures are neither audited nor reviewed.

11. HONORARIUMS

	<u>2024</u>	<u>2023</u>
Trustees' honorariums	\$ 2,800	\$ 2,400

The trustees of the Improvement District receive a remuneration of \$50 per meeting attended.

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Schedule of Tangible Capital Assets
Year Ended December 31, 2024

(Schedule 1)

	Buildings	Equipment	Water mains	Wells and casings	Fire trucks	Land and right of ways	Computer equipment	2024	2023
Cost									
Beginning balance	\$ 139,137	\$ 149,045	\$ 3,625,606	\$ 131,429	\$ 253,292	\$ 47,109	\$ 3,518	\$ 4,349,136	\$ 4,304,492
Additions	-	35,462	9,137	-	-	-	-	44,599	45,184
Disposals	-	-	-	-	-	-	-	-	(540)
Ending balance	139,137	184,507	3,634,743	131,429	253,292	47,109	3,518	4,393,735	4,349,136
Accumulated amortization									
Beginning balance	77,132	127,207	1,286,836	85,406	115,676	-	967	1,693,224	1,517,908
Amortization of tangible capital assets	3,721	7,914	140,600	2,761	14,917	-	1,403	171,316	175,821
Effects of disposals and write down	-	-	-	-	-	-	-	-	(505)
Accumulated amortization total	80,853	135,121	1,427,436	88,167	130,593	-	2,370	1,864,540	1,693,224
Net book value	\$ 58,284	\$ 49,386	\$ 2,207,307	\$ 43,262	\$ 122,699	\$ 47,109	\$ 1,148	\$ 2,529,195	\$ 2,655,912

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Schedule of Accumulated Surplus (Schedule 2)
Year Ended December 31, 2024

	2024	2023
Operating Fund		
Fire Protection Services	\$ 81,622	\$ 63,778
Waterworks Services	<u>63,697</u>	<u>95,666</u>
	<u>145,319</u>	<u>159,444</u>
Capital Fund		
Net book value of tangible capital assets (Schedule 1)	2,529,195	2,655,912
Less: long term debt (Notes 6 & 7)	<u>(1,697,025)</u>	<u>(1,969,138)</u>
	<u>832,170</u>	<u>686,774</u>
Capital Reserve Renewal Fund		
Beginning Balance	118,987	156,945
Income from operations (Schedule 5)	179,305	110,571
Principal repayment of long term debt (Note 7)	<u>(253,616)</u>	<u>(148,529)</u>
Ending Balance	<u>44,676</u>	<u>118,987</u>
	<u>\$ 1,022,165</u>	<u>\$ 965,205</u>

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Waterworks Services Operations Fund **(Schedule 3)**
Year Ended December 31, 2024

	Budget <i>December 31</i> 2024	<i>December 31</i> 2024	<i>December 31</i> 2023
REVENUES			
Water tolls	\$ 115,465	\$ 114,380	\$ 113,905
Water tolls - penalties	2,000	3,435	3,823
Interest income	-	3,530	-
Other income	150	375	225
	<u>117,615</u>	<u>121,720</u>	<u>117,953</u>
EXPENSES			
Amortization	-	146,504	152,856
Business taxes, licenses and memberships	-	350	-
Donations	1,020	1,830	3,016
Insurance	12,090	10,978	8,904
Office	4,245	13,076	6,291
Professional expenses	6,900	8,783	6,780
Repairs and maintenance	8,570	1,875	9,739
Supplies	500	117	-
Travel	2,380	2,704	2,190
Utilities	12,465	13,089	13,586
Wages and benefits	86,145	91,751	78,168
	<u>134,315</u>	<u>291,057</u>	<u>281,530</u>
LOSS FROM OPERATIONS	<u>\$ (16,700)</u>	<u>\$ (169,337)</u>	<u>\$ (163,577)</u>

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Fire Protection Services Operations Fund **(Schedule 4)**
Year Ended December 31, 2024

	Budget December 31 2024	December 31 2024	December 31 2023
REVENUES			
Parcel taxes	\$ 91,360	\$ 91,333	\$ 82,363
Fire department grant	15,000	45,000	15,000
Province of British Columbia	-	20,353	20,353
Gains on disposal of assets	-	-	1,151
Interest income	-	2,353	-
Other income	100	250	150
	<u>106,460</u>	<u>159,289</u>	<u>119,017</u>
EXPENSES			
Amortization	-	24,812	22,951
Donations	680	1,220	2,010
Insurance	15,760	11,652	12,056
Interest - Province of British Columbia	-	1,856	2,346
Office	6,080	10,166	4,979
Professional fees	4,600	5,855	4,520
Repairs and maintenance	10,980	13,860	4,549
Supplies	7,750	6,448	8,011
Training	5,000	1,856	1,197
Travel	270	1,261	627
Utilities	2,060	2,607	2,917
Wages and benefits	22,730	30,704	27,780
	<u>75,910</u>	<u>112,297</u>	<u>93,943</u>
INCOME FROM OPERATIONS	<u>\$ 30,550</u>	<u>\$ 46,992</u>	<u>\$ 25,074</u>

SHIPS POINT IMPROVEMENT DISTRICT
Consolidated Capital Reserve Renewal Fund
Year Ended December 31, 2024

(Schedule 5)

	Budget <i>December 31</i> 2024	<i>December 31</i> 2024	<i>December 31</i> 2023
REVENUES			
Capital expenditure fund	\$ 172,200	\$ 172,200	\$ 172,200
Interest income	-	2,383	8,975
Comox Valley Regional District	-	75,000	-
	172,200	249,583	181,175
EXPENSES			
Interest	-	70,278	70,604
INCOME FROM OPERATIONS	<u>\$ 172,200</u>	<u>\$ 179,305</u>	<u>\$ 110,571</u>