



**REGIONAL DISTRICT  
OF CENTRAL OKANAGAN**  
**Financial Statements**  
**For the year ended December 31, 2021**



## Contents

<b>Management's Responsibility for Financial Reporting</b>	<b>3</b>
<b>Independent Auditor's Report</b>	<b>4-5</b>
<b>Financial Statements</b>	
Statement of Financial Position	6
Statement of Operations	7
Statement of Change in Net Financial Assets	8
Statement of Cash Flows	9
Summary of Significant Accounting Policies	10-11
Notes to Financials Statements	12-28
<b>Unaudited Supplemental Financial Information</b>	
<b>Consolidated Funds</b>	
Exhibit 1    Consolidated Statement of Current Fund Operations	29
Exhibit 2    Consolidated Statement of Capital Fund Operations	30
Exhibit 3    Consolidated Statement of Reserve Fund Operations	31
<b>General Revenue Fund</b>	
Exhibit 4    Statement of Financial Position	32
Exhibit 5    Statement of Operations	33
Exhibit 6    Surplus	34-35
<b>General Capital Fund</b>	
Exhibit 7    Statement of Financial Position	36
Exhibit 8    Statement of Equity in Capital Assets	37
<b>Water Revenue Fund</b>	
Exhibit 9    Statement of Financial Position	38
Exhibit 10   Statement of Operations	39
<b>Water Capital Fund</b>	
Exhibit 11   Statement of Financial Position	40
Exhibit 12   Statement of Equity in Capital Assets	41
<b>Sewer Revenue Fund</b>	
Exhibit 13   Statement of Financial Position	42
Exhibit 14   Statement of Operations	43
<b>Sewer Capital Fund</b>	
Exhibit 15   Statement of Financial Position	44
Exhibit 16   Statement of Equity in Capital Assets	45
<b>Development Cost Charge Reserve Fund</b>	
Exhibit 17   Statement of Financial Position	46
Exhibit 18   Statement of Changes in Fund Balance	47
<b>Feasibility Study Reserve Fund</b>	
Exhibit 19   Statement of Financial Position	48
Exhibit 20   Statement of Changes in Fund Balance	49
<b>Equipment Replacement Reserve Fund</b>	
Exhibit 21   Statement of Financial Position	50
Exhibit 22   Statement of Changes in Fund Balance	51
<b>Park Reserve Fund</b>	
Exhibit 23   Statement of Financial Position	52
Exhibit 24   Statement of Changes in Fund Balance	53
<b>Capital Projects Reserve Fund</b>	
Exhibit 25   Statement of Financial Position	54
Exhibit 26   Statement of Changes in Fund Balance	55
<b>Operating Reserve Fund</b>	
Exhibit 27   Statement of Financial Position	56
Exhibit 28   Statement of Changes in Fund Balance	57

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## Management's Responsibility for Financial Reporting

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The accompanying financial statements of the Regional District of Central Okanagan are the responsibility of management and have been approved by the Chairperson on behalf of the Board.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Certain amounts used in the preparation of the financial statements are based on management's best estimates and judgements. Actual results could differ as additional information becomes available in the future. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Regional District of Central Okanagan maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Board's assets are appropriately accounted for and adequately safeguarded.

The Board is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Board meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditor's report.

The financial statements have been audited by external auditors BDO Canada LLP Chartered Professional Accountants in accordance with Canadian generally accepted auditing standards on behalf of the Board. The independent auditor's report expresses their opinion on these financial statements. The external auditors have full and free access to the accounting records and to the Board of the Regional District of Central Okanagan.

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Chief Administrative Officer

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Director of Financial Services

June 27, 2022

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## Independent Auditor's Report

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To the Directors of the Regional District of Central Okanagan

### Opinion

We have audited the financial statements of the Regional District of Central Okanagan (the "Regional District"), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Regional District as at December 31, 2021, and the results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### 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 Financial Statements section of our report. We are independent of the Regional District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the information included in the annual report or the information included in exhibits 1 through 28 of the Regional District's financial statements.

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

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

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

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



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

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

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

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

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.

Chartered Professional Accountants

Kelowna, British Columbia  
June 27, 2022

## Regional District of Central Okanagan Statement of Financial Position

December 31	2021	2020
<b>Financial Assets</b>		
Cash (Note 1)	\$ 49,359,853	\$ 43,773,912
Accounts receivable (Note 2)	4,642,309	3,152,170
Deposits - Municipal Finance Authority (Note 3)	8,332,789	8,712,691
Agreements due from members (Note 4)	96,412,071	107,771,890
	<b>158,747,022</b>	163,410,663
<b>Financial Liabilities</b>		
Accounts payable and accrued liabilities	5,902,325	4,265,409
Deferred revenue (Note 5)	482,996	241,970
Development cost charges (Note 6)	7,788,954	6,154,606
Reserve - Municipal Finance Authority (Note 3)	8,282,582	8,619,175
Long term debt (Note 7)	100,435,883	112,038,181
Landfill closure and post-closure (Note 8)	476,976	497,879
	<b>123,369,716</b>	131,817,220
<b>Net Financial Assets</b>	<b>35,377,306</b>	31,593,443
<b>Non-Financial Assets</b>		
Prepaid expenses	185,918	489,873
Tangible capital assets (Note 9)	117,615,885	113,979,484
	<b>117,801,803</b>	114,469,357
<b>Accumulated Surplus (Note 10)</b>	<b>\$ 153,179,109</b>	<b>\$ 146,062,800</b>

Approved on behalf of the Board:

Chair

## Regional District of Central Okanagan Statement of Operations

For the year ended December 31	2021		2020
	Actual	Budget (Note 16)	Actual
<b>Revenues</b>			
Electoral area tax requisitions	\$ 4,215,300	\$ 4,214,785	\$ 4,114,749
Electoral area parcel taxes	469,788	469,787	507,734
Members' requisitions			
General	18,491,816	18,493,254	17,697,179
Parcel taxes	400,347	400,048	432,659
Debt services	12,486,912	12,496,470	13,998,427
Federal government grants	322,899	331,280	267,411
Provincial government grants	1,401,854	1,361,848	1,655,493
Sale of services to other governments	3,879,869	4,168,527	3,591,161
Sale of services to others	2,663,866	2,271,000	2,432,291
Water and sewer fees	7,194,225	7,113,007	7,119,131
Gas tax revenue (Note 15)	1,633,440	850,199	1,048,842
Contributions from others	145,784	231,828	772,158
Contributions from sewer DCC reserve	328,623	2,879,610	837,307
Gain on disposal of tangible capital assets	590,958	-	2,970
Other revenue	2,489,632	1,133,901	2,306,515
	<b>56,715,313</b>	<b>56,415,544</b>	<b>56,784,027</b>
<b>Expenses (Note 14)</b>			
Amortization	4,358,089	-	3,945,767
General government services	1,434,378	2,011,626	1,242,077
Protective services	8,955,444	9,928,231	8,343,239
Transportation services	137,142	166,434	356,512
Environmental health services	6,907,214	7,314,159	6,334,797
Development services	3,934,952	4,420,961	3,849,370
Recreation and cultural services	5,288,809	5,824,145	5,092,530
Water services	789,071	998,699	834,217
Sewer services	4,386,844	4,694,546	4,179,762
Interest on long term debt and debt issue expense	176,926	176,582	183,777
Fiscal services	12,767,354	12,778,088	14,278,499
Transfer to local governments	117,869	117,878	116,765
Loss on disposal of tangible capital assets	-	-	54,952
Reallocation of insurance reserve (recovery)	344,912	-	(281,277)
	<b>49,599,004</b>	<b>48,431,349</b>	<b>48,530,987</b>
<b>Annual Surplus</b>	<b>7,116,308</b>	<b>7,984,195</b>	<b>8,253,040</b>
<b>Accumulated surplus, beginning of the year</b>	<b>146,062,801</b>	<b>146,062,801</b>	<b>137,809,761</b>
<b>Accumulated surplus, end of year</b>	<b>\$ 153,179,109</b>	<b>\$ 154,046,996</b>	<b>\$ 146,062,801</b>

## Regional District of Central Okanagan Statement of Change in Net Financial Assets

For the year ended December 31	2021	2020
<b>Annual Surplus</b>	\$ 7,116,308	\$ 8,253,039
Acquisition of tangible capital assets	(8,513,221)	(4,306,528)
Amortization of tangible capital assets	4,358,089	3,945,767
(Gain) loss on disposal of tangible capital assets	(590,958)	51,982
Proceeds from disposal of tangible capital assets	1,109,693	2,973
	<b>3,479,911</b>	<b>7,947,233</b>
Acquisition of prepaid expenses	303,952	30,472
<b>Change in net financial assets</b>	<b>3,783,863</b>	<b>7,977,705</b>
<b>Net financial assets, beginning of the year</b>	<b>31,593,443</b>	<b>23,615,738</b>
<b>Net financial assets, end of year</b>	<b>\$ 35,377,306</b>	<b>\$ 31,593,443</b>



## Regional District of Central Okanagan Statement of Cash Flows

For the year ended December 31	2021	2020
<b>Cash provided by (used in)</b>		
<b>Operating Activities</b>		
Cash receipts from grants, other governments, and own sources	\$ 55,129,496	\$ 55,970,556
Cash paid to employees and suppliers	(29,301,253)	(29,663,918)
Interest paid	(5,070,058)	(5,699,634)
Interest received	333,747	470,395
Landfill closure cost payments from reserve	(29,067)	(30,931)
	<b>21,062,865</b>	<b>21,046,468</b>
<b>Capital Activities</b>		
Purchase of tangible capital assets	(8,513,221)	(4,306,528)
Proceeds from sale of tangible capital assets	1,109,693	2,973
	<b>(7,403,528)</b>	<b>(4,303,555)</b>
<b>Financing Activities</b>		
Net long term debt reduction	(8,073,400)	(9,006,180)
	<b>(8,073,400)</b>	<b>(9,006,180)</b>
<b>Increase in cash during year</b>	<b>5,585,937</b>	<b>7,736,733</b>
<b>Cash, beginning of the year</b>	<b>43,773,916</b>	<b>36,037,183</b>
<b>Cash, end of year</b>	<b>\$ 49,359,853</b>	<b>\$ 43,773,916</b>

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## Regional District of Central Okanagan Summary of Significant Accounting Policies

**December 31, 2021**

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<b>Nature of Business</b>	The Regional District of Central Okanagan (the "Regional District") provides local government services such as protective, transportation, environmental health and development, parks, water, sewer, and other general government services.
<b>Basis of Presentation</b>	The financial statements of the Regional District are the representations of management and are prepared in accordance with Canadian generally accepted accounting policies for local government entities using guidelines issued by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.
<b>Landfill Closure and Post-Closure</b>	The estimated costs to close and maintain solid waste landfill sites are based on estimated future expenses in current dollars, discounted, adjusted for estimated inflation, and are charged to expense as the landfill site's capacity is used.
<b>Development Cost Charges</b>	Development Cost Charge ("DCC") levies are restricted by bylaw in their use for sewer expansion and the revenue is deferred until the expenses are incurred. When DCC expenses are made, a corresponding amount is recorded as "Contribution from sewer DCC reserve".
<b>Reserve Fund Balances</b>	The Regional District has appropriated certain funds for future capital expenses for specific projects or studies. Expenses from a reserve can only be made with approval from the Ministry or in accordance with bylaw directives.
<b>Government Transfers</b>	<p>Government transfers, are recognized as revenue in the financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. The transfer of revenue is initially deferred and then recognized in the statement of operations as the stipulation liabilities are settled.</p> <p>When the Regional District is deemed the transferor, the transfer expense is recognized when the recipient is authorized and has met the eligibility criteria.</p>
<b>Financial Instruments</b>	The Regional District's financial instruments consist of cash, accounts receivable and other receivables, deposits, accounts payable and accrued liabilities, interim financing and long-term debt. Unless otherwise noted, it is management's opinion that the Regional District is not exposed to significant interest, currency, liquidity or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.
<b>Non-Financial Assets</b>	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 change in net debt for the year.

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## Regional District of Central Okanagan Summary of Significant Accounting Policies

**December 31, 2021**

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### **Tangible Capital Assets**

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes 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. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Assets under construction are recorded at cost and are not amortized until the asset is complete and in use. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	5 - 20 years
Buildings	10 - 75 years
Fleet	5 - 15 years
Machinery and equipment	3 - 20 years
Sewer system	10 - 80 years
Water system	10 - 100 years

### **Deferred Revenue**

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the statement of financial position. The revenue is recognized in the statement of operations in the year in which it is used for the specified purposes.

### **Use of Estimates**

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimate and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

### **Revenue Recognition**

Taxes are recognized as revenue in the year they are levied.

Charges for sewer and water usage are recorded as user fees. Connection fee revenues are recognized when the connection has been established.

Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.

Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

Sales of services and other revenue is recognized on an accrual basis.

Contributions of capital assets are recognized when the transfer occurs.

## Regional District of Central Okanagan Notes to the Financial Statements

**December 31, 2021**

### 1. Cash

Cash is held in a financial institution earning interest at a rate of 1.17% (2020 - 2.35%) per annum.

Included in cash, a portion has been specifically set aside for internally and externally restricted reserves.

### 2. Accounts Receivable

	2021	2020
Local governments and Hospital District	\$ 1,626,530	\$ 1,574,530
Provincial government	1,542,653	297,829
Other	1,473,126	1,279,811
	\$ 4,642,309	\$ 3,152,170

### 3. Deposit / Reserve - Municipal Finance Authority

#### Deposits:

The Regional District also executes demand notes in connection with each debenture whereby the Regional District may be required to loan certain amounts to the Municipal Finance Authority. These demand notes are contingent in nature. The details of the cash deposits and demand notes at year end are as follows:

	Demand Notes	Cash Deposits	2021	2020
Regional District	\$ 46,500	\$ 50,207	\$ 96,707	\$ 215,635
Member Municipalities				
Kelowna	4,135,441	1,833,137	5,968,578	5,964,645
Peachland	192,935	155,320	348,255	345,657
Lake Country	410,776	228,176	638,952	768,763
West Kelowna	705,785	363,487	1,069,272	1,208,046
Okanagan Regional Library	146,434	64,591	211,025	209,945
	\$ 5,637,871	\$ 2,694,918	\$ 8,332,789	\$ 8,712,691

## Regional District of Central Okanagan

### Notes to the Financial Statements

December 31, 2021

#### 3. Deposit / Reserve - Municipal Finance Authority (continued)

##### Reserves and Demand Notes:

The Regional District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are held by the Municipal Finance Authority as a debt reserve fund and demand notes. The balances at year end are as follows:

	2021	2020
Regional District Reserves	\$ 46,500	\$ 122,119
Member Municipalities Reserves and Demand Notes		
Kelowna	5,968,578	5,964,645
Peachland	348,255	345,657
Lake Country	638,952	768,763
West Kelowna	1,069,272	1,208,046
Okanagan Regional Library Reserves and Demand Notes	211,025	209,945
	\$ 8,282,582	\$ 8,619,175

#### 4. Agreements Due from Members

Agreements due from members become receivable on the same terms as payable to the Municipal Finance Authority (Note 7). The Regional District borrows funds upon its credit at large and shall, in the event of default, constitute an indebtedness of the member municipalities for which they are jointly and severally liable.

	2021	2020
City of Kelowna	\$ 78,857,022	\$ 87,022,602
District of Lake Country	5,544,583	6,543,917
District of Peachland	2,036,369	2,440,062
City of West Kelowna	7,986,709	9,535,975
Okanagan Regional Library District	1,987,388	2,229,332
	\$ 96,412,071	\$ 107,771,888

#### 5. Deferred Revenue

	2021	2020
Balance, beginning of the year	\$ 241,970	\$ 240,797
Contributions		
Business licenses	38,778	33,655
Other	444,218	208,315
Recognized as revenue	(241,970)	(240,797)
Balance, end of the year	\$ 482,996	\$ 241,970

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**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2021**

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**6. Development Cost Charges**

During the year, the Regional District collected and recognized as revenue, developmental cost charges ("DCC's") as follows:

	<b>2021</b>	<b>2020</b>
Balance, beginning of the year	\$ <b>6,154,606</b>	\$ 5,860,043
Interest	<b>52,315</b>	68,319
DCC's collected in the year	<b>1,910,656</b>	1,063,551
DCC's recognized as revenue	<b>(328,623)</b>	(837,307)
	<b>\$ 7,788,954</b>	\$ 6,154,606

Developmental cost charges are allocated as follows:

	<b>2021</b>	<b>2020</b>
Westside Sewer Plant	\$ <b>5,222,956</b>	\$ 3,773,809
East Trunk Sewer	<b>2,565,998</b>	2,380,797
	<b>\$ 7,788,954</b>	\$ 6,154,606

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## Regional District of Central Okanagan Notes to the Financial Statements

December 31, 2021

### 7. Long Term Debt

Municipal Finance Authority Agreements

Security

Issuing By- law	Issue number	Purpose	Year of Maturity	Interest Rate	Balance outstanding	
					2021	2020
740	66	District of Peachland	2022	2.250	\$ 12,772	\$ 24,935
764	68	District of Peachland	2023	2.650	536,954	786,410
818	70	District of Lake Country	2024	5.745	960,714	1,253,616
912	74	City of West Kelowna	2021	1.750	-	98,507
912	74	Regional District - Ellison Fire	2021	1.750	-	45,853
912	74	Regional District - Lakeview	2021	1.750	-	60,373
931	75	City of West Kelowna	2021	1.750	-	103,780
932	75	City of Kelowna	2021	1.750	-	38,211
933	75	District of Lake Country	2021	1.750	-	191,054
957	77	City of Kelowna	2022	1.750	3,015	5,886
964	77	City of West Kelowna	2022	1.750	146,347	285,726
973	78	District of Lake Country	2022	2.250	43,372	84,678
983	78	City of Kelowna	2022	2.250	311,131	607,446
984	78	District of Lake Country	2022	2.250	61,137	119,363
1007	79	City of West Kelowna	2023	2.250	292,387	428,222
1023	80	City of Kelowna	2023	2.850	5,847	8,563
1069	85	City of Kelowna	2024	2.250	774,549	1,008,543
1070	85	City of West Kelowna	2024	2.250	221,170	287,986
1122	95	City of West Kelowna	2025	0.910	1,107,441	1,364,440
1122	95	Regional District - Ridgeview Fire Protection	2025	0.910	57,855	71,282
1123	95	District of Peachland	2030	0.910	1,486,643	1,628,717
1125	95	City of Kelowna	2025	0.910	1,961,919	2,417,212
1147	99	City of West Kelowna	2026	1.750	430,101	506,455
1175	101	City of West Kelowna	2027	2.250	1,096,232	1,255,146
1196	101	City of West Kelowna	2027	2.250	538,473	616,532
1196	101	Regional District - Lakeshore Road Improvements	2027	2.250	30,858	35,331
1212	102	City of Kelowna	2027	2.250	10,916,035	12,498,460
1212	104	City of Kelowna	2028	2.900	883,283	990,814
1219	103	City of West Kelowna	2028	2.650	62,070	69,626
1227	133	City of Kelowna	2025	2.750	3,312,421	4,071,721
1227	137	City of Kelowna	2026	2.600	1,900,136	2,242,494
1227	139	City of Kelowna	2026	2.100	1,610,644	1,905,180
1227	141	City of Kelowna	2027	2.800	5,080,481	5,843,034
Carried forward					\$ 33,843,987	\$ 40,955,596

## Regional District of Central Okanagan Notes to the Financial Statements

December 31, 2021

### 7. Long Term Debt (continued)

Municipal Finance Authority Agreements

Security

Issuing By- law	Issue number	Purpose	Year of Maturity	Interest Rate	Balance outstanding		
					2021	2020	
Brought forward					\$	33,843,987	\$ 40,955,596
1239	104	District of Lake Country	2028	2.900	740,633	830,798	
		Okanagan Regional Library -			1,987,388	2,229,332	
1245	104	District Admin Building	2028	2.900			
1246	104	City of Kelowna	2028	2.900	4,680,265	5,250,040	
1251	105	City of West Kelowna	2029	2.250	4,092,489	4,519,555	
1252	105	District of Lake Country	2029	2.250	247,703	273,552	
1252	105	District of Lake Country	2024	2.250	230,964	302,107	
1285	114	District of Lake Country	2026	3.650	95,714	112,882	
1286	114	District of Lake Country	2026	3.650	146,456	172,727	
1292	117	City of Kelowna	2031	3.250	1,193,628	1,289,222	
1293	117	City of Kelowna	2026	3.250	1,521,527	1,791,638	
1310	121	Regional District - Upper Fintry Shalal Road & Valley of the Sun	2042	2.900	3,935,098	4,053,454	
1329	126	District of Lake Country	2033	3.850	738,910	786,195	
1337	127	District of Lake Country	2029	3.300	269,667	297,807	
1350	130	City of Kelowna	2034	3.000	253,493	268,152	
1362	133	District of Lake Country	2035	2.750	2,009,313	2,119,137	
1363	133	City of Kelowna	2035	2.750	15,367,591	16,207,549	
1363	137	City of Kelowna	2036	2.600	13,776,416	14,466,236	
1363	142	City of Kelowna	2037	3.150	2,532,910	2,654,910	
1363	145	City of Kelowna	2038	3.150	1,203,559	1,257,255	
1364	133	City of Kelowna	2035	2.750	11,525,693	12,155,661	
1420	146	City of Kelowna	2038	3.200	42,479	44,375	
Total long term debt					\$	100,435,883	\$ 112,038,181

Future principal repayments on existing long-term debt for the next five years and thereafter:

2022	\$	11,488,155
2023		11,314,461
2024		11,284,635
2025		10,898,841
2026		9,546,360
Thereafter		45,903,431
	\$	100,435,883



## Regional District of Central Okanagan Notes to the Financial Statements

December 31, 2021

### 8. Landfill Closure and Post- Closure Care

The British Columbia Environmental and Enhancement Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is to be provided for over the estimated remaining life of the landfill site based on usage.

Capacity of the Westside Sanitary Landfill of 1,926,340 cubic meters was reached during the 2010 fiscal year. Closure will involve covering the site with topsoil and vegetation, drainage control, and installing groundwater monitoring wells. Post-closure case activities for the landfill are expected to occur for 30 years and will involve surface and ground water monitoring, maintenance of drainage structures, monitoring leachate and landfill gas, and landfill cover maintenance.

The table below sets out the liability based on estimated capacities used in cubic meters, multiplied by the estimated total expenses, expressed as discounted present values, assuming a discount rate of 2.76% (2020 - 2.76%) based on average long term borrowing rate. The amount remaining to be recognized in future years is \$nil because the landfill reached full capacity during the 2010 fiscal year. The annual provision is reported as an operating fund expense and the accumulated provision is recorded as a liability on the Statement of Financial Position. Reserve funds totaling \$337,905 (2020 - \$342,065) have been established to provide for this liability in the Capital Project Reserve Fund.

Site	Estimated Remaining Life (yrs)	Est. Total Expenditure For Closure	Cumulative Capacity Used	Total Estimated Capacity	% Used	Liability for Closure to Dec. 31, 2021
West Kelowna	-	\$ 476,976	1,926,340	1,926,340	100%	\$ 476,976
						Less expenses previously recognized: <u>(497,879)</u>
						2021 net additional cost in connection with landfill closure: <u>\$ (20,903)</u>

Site	Estimated Remaining Life (yrs)	Est. Total Expenditure For Closure	Cumulative Capacity Used	Total Estimated Capacity	% Used	Liability for Closure to Dec. 31, 2021
West Kelowna	-	\$ 497,879	1,926,340	1,926,340	100%	\$ 497,879

**Regional District of Central Okanagan  
Notes to the Financial Statements**

**December 31, 2021**

**9. Tangible Capital Assets**

	<b>2021</b>								
	Land	Land Improvements	Buildings	Fleet	Machinery and Equipment	Sewer System	Water System	Assets Under Construction	Total
Cost, beginning of year	\$ 40,434,209	\$ 8,901,466	\$ 13,043,951	\$ 6,966,528	\$ 4,234,488	\$ 64,260,086	\$ 23,562,527	\$ 1,571,400	\$ 162,974,655
Additions	3,755,000	1,348,853	517,405	423,457	880,639	1,002,355	191,032	394,480	8,513,221
Disposals	(518,735)	-	-	(60,387)	(5,816)	-	-	-	(584,938)
Reallocation of Assets Under Construction	-	-	-	-	-	1,294,651	-	(1,294,651)	-
Cost, end of year	<u>\$ 43,670,474</u>	<u>\$ 10,250,319</u>	<u>\$ 13,561,356</u>	<u>\$ 7,329,598</u>	<u>\$ 5,109,311</u>	<u>\$ 66,557,092</u>	<u>\$ 23,753,559</u>	<u>\$ 671,229</u>	<u>\$ 170,902,938</u>
Accumulated amortization, beginning of year	\$ -	\$ 3,282,315	\$ 7,403,477	\$ 4,870,291	\$ 1,923,138	\$ 24,993,295	\$ 6,522,655	\$ -	\$ 48,995,168
Amortization	-	581,748	510,682	424,100	632,628	1,684,507	524,424	-	4,358,089
Disposals	-	-	-	(60,387)	(5,817)	-	-	-	(66,204)
Accumulated amortization, end of year	<u>\$ -</u>	<u>\$ 3,864,063</u>	<u>\$ 7,914,159</u>	<u>\$ 5,234,004</u>	<u>\$ 2,549,949</u>	<u>\$ 26,677,802</u>	<u>\$ 7,047,079</u>	<u>\$ -</u>	<u>\$ 53,287,053</u>
Net carrying amount, end of year	<u>\$ 43,670,474</u>	<u>\$ 6,386,256</u>	<u>\$ 5,647,196</u>	<u>\$ 2,095,594</u>	<u>\$ 2,559,362</u>	<u>\$ 39,879,290</u>	<u>\$ 16,706,480</u>	<u>\$ 671,229</u>	<u>\$ 117,615,885</u>

**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2021**

**9. Tangible Capital Assets (continued)**

	<b>2020</b>								
	Land	Land Improvements	Buildings	Fleet	Machinery and Equipment	Sewer System	Water System	Assets Under Construction	Total
Cost, beginning of year	\$ 40,388,504	\$ 8,372,754	\$ 12,371,697	\$ 6,744,368	\$ 4,541,563	\$ 64,679,155	\$ 23,286,748	\$ 497,389	\$ 160,882,178
Additions	7,363	424,318	577,820	183,878	487,406	491,321	736,519	1,397,903	4,306,528
Disposals	-	(2,544)	-	(28,848)	(811,528)	(910,390)	(460,741)	-	(2,214,051)
Reallocation of Assets Under Construction	38,342	106,938	94,434	67,130	17,047	-	-	(323,892)	-
Cost, end of year	\$ 40,434,209	\$ 8,901,466	\$ 13,043,951	\$ 6,966,528	\$ 4,234,488	\$ 64,260,086	\$ 23,562,527	\$ 1,571,400	\$ 162,974,655
Accumulated amortization, beginning of year	\$ -	\$ 2,837,996	\$ 6,923,841	\$ 4,517,386	\$ 2,289,940	\$ 24,204,105	\$ 6,435,232	\$ -	\$ 47,208,500
Amortization	-	446,862	479,636	381,753	444,726	1,699,581	493,212	-	3,945,770
Disposals	-	(2,544)	-	(28,848)	(811,528)	(910,390)	(405,789)	-	(2,159,099)
Accumulated amortization, end of year	\$ -	\$ 3,282,315	\$ 7,403,477	\$ 4,870,291	\$ 1,923,138	\$ 24,993,295	\$ 6,522,655	\$ -	\$ 48,995,171
Net carrying amount, end of year	\$ 40,434,209	\$ 5,619,151	\$ 5,640,474	\$ 2,096,237	\$ 2,311,350	\$ 39,266,791	\$ 17,039,872	\$ 1,571,400	\$ 113,979,484

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**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2021**

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**10. Accumulated Surplus**

	2021	2020
<b>Current Funds</b>		
General revenue fund	\$ 1,550,780	\$ 4,726,562
Water revenue fund	-	102,575
Sewer revenue fund	-	455,151
	<b>1,550,780</b>	<b>5,284,288</b>
<b>Capital Funds</b>		
General capital fund	59,578,999	55,212,088
Water capital fund	13,387,182	13,255,249
Sewer capital fund	40,148,915	40,747,976
	<b>113,115,096</b>	<b>109,215,313</b>
<b>Reserve Funds</b>		
Feasibility reserve fund	176,560	175,072
Equipment replacement reserve fund	4,977,367	5,677,130
Park reserve fund	901,850	1,577,839
Capital projects reserve fund	24,395,407	20,109,493
Operating reserve fund	8,062,049	4,023,662
	<b>38,513,233</b>	<b>31,563,196</b>
<b>Accumulated Surplus Total</b>	<b>\$ 153,179,109</b>	<b>\$ 146,062,800</b>

Capital funds represent amounts already spent and invested in infrastructure and other non-financial assets.

Reserve funds represent funds set aside by the Board for specific purposes.

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**11. Credit Facility**

The Regional District has a credit facility agreement with a financial institution which provides for a total commitment of \$22,700,000 (2020 - \$21,500,000). At December 31, 2021, the Regional District had drawn an amount of \$Nil on this agreement (2020 - \$Nil).

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## Regional District of Central Okanagan

### Notes to the Financial Statements

**December 31, 2021**

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#### **12. Employee Benefits**

##### **Retirement Benefits**

The Regional District 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 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, 2019, the plan has about 213,000 active members and approximately 106,000 retired members. Active members include approximately 41,000 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 may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The Regional District paid \$812,629 (2020 - \$753,206) for employer contributions to the plan in fiscal 2021.

The next valuation will be as at December 31, 2021, with results available in 2022.

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.

##### **Compensated Absences**

###### ***Sick Leave***

After ten years of employment, 50% of earned sick leave is paid out upon termination of employment as per agreements. Sick leave obligations are attributed to the period beginning the employee's date of hire and ending on the date the employee ceases employment.

The Regional District determines its discount rates by reference to its cost of borrowing in accordance with Paragraph .044 of PS 3250. Actuarial gains and losses arise from the difference between the actual expense of the plan and that expected by the actuarial assumptions or from changes in actuarial assumptions. Actuarial gains and losses arising in a specific fiscal period will be amortized over the expected average remaining service life (EARSLS) of the related employee group in accordance with Paragraph .061 of PS 3250.

The sick leave benefits are adequately funded by an account reserved for employee benefits and insurance. The projected sick leave liability in 2021 is \$876,500 (2020 - \$885,600).

###### ***Vacation***

Vacation is accrued as it is earned by employees for all full-time union and exempt staff.

## Regional District of Central Okanagan

### Notes to the Financial Statements

**December 31, 2021**

#### 13. Contingent Liabilities

The Regional District is the defendant in various lawsuits. In the opinion of management, the overall estimation of loss is not determinable at this time. These claims have not been provided for in the financial statements. Settlement, if any, made with respect to these actions would be expected to be accounted for as a charge to expenses in the period in which realization is known, to the extent not covered by insurance.

#### 14. Expenses by Object

	2021	2020
Advertising and promotion	\$ 200,500	\$ 162,701
Amortization	4,358,089	3,945,765
Contract Services	4,044,440	4,029,349
Education and training	1,029,994	868,594
Emergency services	1,775,488	1,698,231
Grants and other programs	307,563	287,536
Insurance, licenses and memberships	1,070,953	305,875
Interest on long-term debt and debt issue expense	176,925	183,778
Fiscal services for members	12,767,354	14,278,499
Leases and rentals	14,505	20,799
Loss on disposal of tangible capital assets	-	54,952
Office and administration	737,107	664,026
Planning and development	345,534	318,634
Professional fees	299,639	346,809
Repairs and maintenance	2,857,909	2,520,282
Supplies	1,254,948	1,364,882
Telephone and utilities	1,067,379	1,047,302
Transit services	1,941	21,683
Travel	71,390	83,046
Transfers to other agencies and governments	4,099,081	4,041,005
Wages and benefits	13,118,265	12,287,239
	<b>\$ 49,599,004</b>	<b>\$ 48,530,987</b>

## Regional District of Central Okanagan Notes to the Financial Statements

**December 31, 2021**

### 15. Gas Tax Agreement Funds

#### a) Community Works funds

Community Works Funds are provided by the Government of Canada under the Gas Tax Agreement. The use of the funding is established by a funding agreement between the Regional District and the Union of British Columbia Municipalities. Gas Tax Agreement funding may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects. The Community Works Fund balance is included in the capital projects reserve fund.

	<b>2021</b>	<b>2020</b>
Opening balance of unspent funds	\$ 3,568,714	\$ 3,109,858
Add: Amount received during the year	1,533,792	749,847
Interest earned	30,334	36,255
Less: Amount spent on projects	(191,106)	(327,246)
Closing balance of unspent community works funds	\$ 4,941,734	\$ 3,568,714

#### b) Regionally Significant Project Funding

The Regional District and its members received funding for a Regional Significant Project during the year:

	<b>2021</b>	<b>2020</b>
Regional strategic transportation demand plan	\$ 298,995	\$ 298,995

## Regional District of Central Okanagan

### Notes to the Financial Statements

**December 31, 2021**

#### 16. Budget

The budget data presented in these financial statements is based upon the 2021 - 2025 Financial Plan Bylaw 1449 approved by the Regional District Board on March 29 and Amending Bylaws 1481, 1484, and 1485 approved by the Board on April, May, June and July 2021.

The legislative requirements of the Financial Plan are that the cash inflows for the period must at a minimum equal cash outflows.

Budgeted Cash inflows and outflows include transfers to and from reserves and other funds, and prior year surplus/deficits carried forward, and principal repayments on debt. These transactions are not recognized as revenues and expenses in the Statement of Operations as they do not meet the inclusion requirements under public sector account standards.

<b>Revenue</b>	<b>Approved Budget</b>	<b>Capital Adjustments</b>	<b>Debt Adjustments</b>	<b>Transfers &amp; Other</b>	<b>Presented Budget</b>
Electoral Area tax & parcel tax	\$ 4,684,572	\$ -	\$ -	\$ -	\$ 4,684,572
Members' requisitions	31,389,772	-	-	-	31,389,772
Grants	1,335,644	357,484	-	-	1,693,128
Sale of services	6,439,527	-	-	-	6,439,527
Water and Sewer fees	7,115,407	-	-	(2,400)	7,113,007
Gas tax revenue	850,199	-	-	-	850,199
Contributions	-	3,111,438	-	-	3,111,438
Transfers from reserves	1,192,755	(1,192,755)	-	-	-
Other revenue	1,301,759	-	(139,295)	(28,563)	1,133,901
Prior years' surplus	3,353,013	-	-	(3,353,013)	-
	<b>\$ 57,662,648</b>	<b>\$ 2,276,167</b>	<b>\$ (139,295)</b>	<b>\$ (3,383,976)</b>	<b>\$ 56,415,544</b>

<b>Expense</b>					
General government services	6,955,404	-	(18,000)	(4,925,778)	2,011,626
Protective services	9,739,033	-	(12,048)	201,246	9,928,231
Transportation services	165,459	-	(4,487)	5,462	166,434
Environmental health services	7,016,044	-	-	298,115	7,314,159
Development services	4,066,451	-	-	354,510	4,420,961
Recreation and cultural services	10,033,560	-	(305,014)	(3,904,401)	5,824,145
Water services	1,913,294	-	(227,141)	(687,454)	998,699
Sewer services	5,276,934	-	(30,805)	(551,583)	4,694,546
Fiscal services	12,496,469	-	281,619	-	12,778,088
Interest on long-term debt and debt issue expense	-	-	176,582	-	176,582
Transfers to local governments	-	-	-	117,878	117,878
	<b>\$ 57,662,648</b>	<b>\$ -</b>	<b>\$ (139,294)</b>	<b>\$ (9,092,005)</b>	<b>\$ 48,431,349</b>



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## Regional District of Central Okanagan Notes to the Financial Statements

December 31, 2021

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### 17. Segmented Information

The segments and the services the Regional District provide are broken down as follows:

**General Government Services** is comprised of a number of different services, including Board and Communications Costs, Corporate Services; Administration; Finance; Engineering; Human Resources; Information Systems; Electoral Area Costs; and Grants. Corporate Services involves staff and management working closely with the Regional Board and Community partners to coordinate the delivery of a wide range of functions and services. The Finance department is responsible for the requisition of tax revenues from the Province and from member municipalities and all treasury and accounting functions. Human Resources involves the administration of full-time and part-time employees, as well as the responsibility for labour relations, recruitment, training and career planning, employee health and safety and Workers Compensation regulations. Information Systems includes an all-encompassing computer database and mapping system for properties in the Regional District, which is used by Regional Services and Regional District departments and other government agencies, as well as members of the public and businesses.

**Protective Services** includes a number of different programs. These programs include Electoral Area Fire Protection; Regional Rescue; 911 Services; Crime Stoppers; Victim Services; Crime Prevention; Bylaw Enforcement (Business Licenses, Building Inspections, Dog Control, Mosquito Control, Starling Control, and Prohibited Animal Control). These services are designed to provide a safe environment to the community. They are responsible for providing these services to the unincorporated electoral areas of Central Okanagan East and Central Okanagan West, as well as to the member municipalities of Kelowna, West Kelowna, Peachland, and Lake country within the boundaries of the Regional District.

**Transportation Services** includes Transportation Demand Management, Road/Street Light Improvements and Transit Services.

**Environmental Health Services** includes a number of different services, including: Effluent Disposal; Solid Waste Management Services (Recycling, Collection, Transfer Stations, Management); Okanagan Basin Water Board; Air Quality Monitoring; Noise Abatement; Untidy Premises. The mandate of these programs is to coordinate delivery of the many day-to-day services required for community living.

**Environmental Development Services** is responsible for delivering Insect & Weed Control, Sterile Insect Release, Economic Development and Planning. Economic Development provides assistance to businesses and entrepreneurs in the Regional District and to those interested in relocating to the region. The planning function is responsible for developing land use policies that provide guidance to elected officials, developers, the public and other decision makers. It puts land use plans and policies into action and ensures proper Infrastructure and orderly development. The program also evaluates applications and provides recommendations to decision makers; assist the public with land use regulations, applications, and processes; and invites and responds to public comments.

**Recreational/Cultural Service** includes the Community Halls, Regional Parks, Community Parks, and Okanagan Regional Library. The Parks department is responsible for 30 Regional Parks and more than a dozen community and neighbourhood parks making up over 1,900 hectares or parkland. The department is also responsible for future recreational opportunities through parkland acquisition on development.

**Fiscal Services** is responsible for MFA Financing for 2 electoral areas and 4 member municipalities.

**Water Services** includes a total of six water systems that provides water services to local service areas within the electoral areas.

**Sewer Services** includes the Westside Wastewater Treatment Plant, the Ellison Sewer System and a number of Lift Stations/Collector Systems which service residents of West Kelowna, Peachland and Westbank First Nation.

**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2021**

**17. Segmented Information**

The segments and the services the Regional District provide are broken down as follows:

	General		Transportation	Environmental	Environmental	Recreation/	Fiscal	Water	Sewer	Other	Total	Total
	Government	Protective	Services	Health	Development	Cultural	Services	Services	Services		2021	2021
	Services	Services	Services	Services	Services	Services	Services	Services	Services		Actual	Budget
<b>Revenues</b>												
General taxes	\$ 883,538	\$ 6,958,306	\$ 49,951	\$ 2,610,950	\$ 3,622,095	\$ 9,201,326	\$ 12,485,736	\$ 221,635	\$ 30,626	\$ -	\$ 36,064,163	\$ 36,074,344
Utility Charges	-	-	-	-	-	-	-	1,652,324	5,541,901	-	7,194,225	7,113,007
Government grants - Federal	186,357	-	-	-	93,607	39,743	-	1,277	1,915	-	322,899	331,280
Government grants - Provincial	246,441	625,349	-	-	170,600	359,452	-	12	-	-	1,401,854	1,361,848
Sales of services	367,297	1,100,374	29,938	4,304,376	104,989	636,761	-	-	-	-	6,543,735	6,439,527
Other revenue	97,820	1,656,321	103,214	376,414	11,643	669,561	102,310	38,127	348,879	1,784,148	5,188,437	5,095,538
	1,781,453	10,340,350	183,103	7,291,740	4,002,934	10,906,843	12,588,046	1,913,375	5,923,321	1,784,148	56,715,313	56,415,544
<b>Expenses</b>												
Operating												
Goods and services (net)	(2,554,618)	6,098,731	136,256	6,289,876	2,755,694	2,510,663	12,944,280	536,497	3,104,150	462,781	32,284,314	34,948,225
Wages and benefits	3,988,996	2,856,710	886	617,338	1,179,258	2,778,146	-	252,574	1,282,694	-	12,956,602	13,483,124
	1,434,378	8,955,441	137,142	6,907,214	3,934,952	5,288,809	12,944,280	789,071	4,386,844	462,781	45,240,916	48,431,349
Capital												
Amortization	517,243	636,882	-	75,889	8,648	885,702	-	534,066	1,699,658	-	4,358,088	-
	1,951,621	9,592,327	137,142	6,983,103	3,943,600	6,174,511	12,944,280	1,323,137	6,086,502	462,781	49,599,004	48,431,349
<b>Excess (deficiency) in revenues over expenses</b>	\$ (170,168)	\$ 748,023	\$ 45,961	\$ 308,637	\$ 59,334	\$ 4,732,332	\$ (356,234)	\$ 590,238	\$ (163,181)	\$ 1,321,367	\$ 7,116,309	\$ 7,984,195

**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2020**

**17. Segmented Information (continued)**

The segments and the services the Regional District provide are broken down as follows:

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Recreation/ Cultural Services	Fiscal Services	Water Services	Sewer Services	Other	Total 2020 Actual	Total 2020 Budget
<b>Revenues</b>												
General taxes	\$ 866,445	\$ 6,543,652	\$ 49,277	\$ 2,494,013	\$ 3,525,245	\$ 9,015,725	\$ 13,996,882	\$ 221,826	\$ 37,683	\$ -	<b>36,750,748</b>	<b>\$ 36,781,972</b>
Utility Charges	-	-	-	-	-	-	-	1,614,374	5,504,757	-	<b>7,119,131</b>	<b>7,028,579</b>
Government grants - Federal	110,000	4,512	-	-	114,063	38,836	-	-	-	-	<b>267,411</b>	<b>315,566</b>
Government grants - Provincial	227,478	277,159	-	12,535	231,698	832,099	-	74,524	-	-	<b>1,655,493</b>	<b>2,915,881</b>
Sales of services	334,835	1,030,877	10,954	3,924,235	102,638	619,913	-	-	-	-	<b>6,023,452</b>	<b>6,113,432</b>
Other revenue	210,987	1,217,508	299,019	342,796	48,499	40,292	97,249	459,922	1,176,372	1,072,173	<b>4,964,817</b>	<b>5,251,480</b>
	<b>1,749,745</b>	<b>9,073,708</b>	<b>359,250</b>	<b>6,773,579</b>	<b>4,022,143</b>	<b>10,546,865</b>	<b>14,094,131</b>	<b>2,370,646</b>	<b>6,718,812</b>	<b>1,072,173</b>	<b>56,781,052</b>	<b>58,406,910</b>
<b>Expenses</b>												
Operating												
Goods and services (net)	(2,386,485)	5,703,837	355,626	5,776,083	2,690,285	2,462,156	14,462,276	627,933	2,937,585	(164,512)	<b>32,464,784</b>	<b>36,284,628</b>
Wages and benefits	3,628,562	2,639,402	886	558,717	1,159,085	2,630,374	-	261,236	1,242,177	-	<b>12,120,439</b>	<b>13,023,873</b>
	<b>1,242,077</b>	<b>8,343,239</b>	<b>356,512</b>	<b>6,334,800</b>	<b>3,849,370</b>	<b>5,092,530</b>	<b>14,462,276</b>	<b>889,169</b>	<b>4,179,762</b>	<b>(164,512)</b>	<b>44,585,223</b>	<b>49,308,501</b>
Capital												
Amortization	421,918	522,128	-	62,869	12,318	708,948	-	502,854	1,714,729	-	<b>3,945,764</b>	<b>-</b>
	<b>1,663,994</b>	<b>8,865,367</b>	<b>356,512</b>	<b>6,397,666</b>	<b>3,861,688</b>	<b>5,801,481</b>	<b>14,462,276</b>	<b>1,392,023</b>	<b>5,894,489</b>	<b>(164,512)</b>	<b>48,530,987</b>	<b>49,308,501</b>
<b>Excess (deficiency) in revenues over expenses</b>	<b>\$ 85,751</b>	<b>\$ 208,341</b>	<b>\$ 2,738</b>	<b>\$ 375,913</b>	<b>\$ 160,455</b>	<b>\$ 4,745,384</b>	<b>\$ (368,145)</b>	<b>\$ 978,623</b>	<b>\$ 824,323</b>	<b>\$ 1,236,685</b>	<b>8,250,065</b>	<b>\$ 9,098,409</b>

**Regional District of Central Okanagan**  
**Notes to the Financial Statements**

**December 31, 2021**

**18. Covid Restart Grant**

In November 2020 the Regional District received a provincial grant to assist in expenses resulting from the Covid 19 pandemic. The eligible expenses and remaining funds to be carried into 2021 are as follows:

	<b>2021</b>	<b>2020</b>
Opening balance of unspent funds	\$ <b>625,983</b>	\$ -
Add: Amount received during the year	<b>357,000</b>	1,107,000
Interest earned	<b>5,321</b>	
	<b>988,304</b>	1,107,000
Less: Eligible costs incurred:		
Computer and technology cost	<b>(102,100)</b>	(4,092)
General Government Services	<b>(345,137)</b>	(193,521)
Protective Services	<b>(8,873)</b>	(42,707)
Environmental Health	<b>(8,283)</b>	(12,535)
Environmental Development	<b>(51,596)</b>	(17,814)
Recreation/ Cultural Services	<b>(95,919)</b>	(175,116)
Water	-	(19,882)
Sewer	<b>(4,500)</b>	(15,349)
Less: Total eligible expense incurred	<b>(616,409)</b>	(481,017)
Closing balance of Covid Restart Grant	<b>\$ 371,895</b>	\$ 625,983

**Regional District of Central Okanagan  
Consolidated Statement of Current Fund Operations  
(Unaudited)**

For the year ended December 31	2021		2020
	Actual	Budget	Actual
<b>Revenues</b>			
Electoral area tax requisitions	\$ 4,215,300	\$ 4,214,785	\$ 4,114,749
Electoral area parcel taxes	469,788	469,787	507,734
Members' requisitions			
General	18,491,816	18,493,254	17,697,179
Parcel Taxes	400,347	400,048	432,659
Debt Services	12,486,912	12,496,470	13,998,427
Federal government grants	322,899	331,280	267,411
Provincial government grants	1,183,461	1,004,364	1,596,759
Sale of services to other governments	3,879,869	4,168,527	3,591,161
Sale of services to others	2,663,866	2,271,000	2,432,291
Water and sewer fees	7,194,225	7,113,007	7,119,131
Gas tax revenue	99,648	100,352	298,995
Other Revenue	2,119,034	1,273,196	1,917,940
	<u>53,527,165</u>	<u>52,336,070</u>	<u>53,974,436</u>
<b>Expenses</b>			
General government services	1,434,378	2,011,626	1,242,077
Protective services	8,955,445	9,928,231	8,343,239
Transportation services	137,142	166,434	356,512
Environmental health services	6,907,214	7,314,159	6,334,797
Development services	3,934,952	4,420,961	3,849,370
Recreation and cultural services	5,288,809	5,824,145	5,092,529
Water services	789,071	998,699	834,217
Sewer services	4,386,844	4,694,546	4,179,760
Fiscal services	12,944,280	12,954,670	14,462,276
Transfer to local governments	117,869	117,878	116,765
Reallocation of insurance reserve (recovery)	344,912	-	(281,277)
	<u>45,240,916</u>	<u>48,431,349</u>	<u>44,530,265</u>
<b>Net revenues</b>	<b>8,286,249</b>	<b>3,904,721</b>	<b>9,444,171</b>
<b>Regional District - debt principal repayments</b>	<b>(140,171)</b>	<b>(139,295)</b>	<b>(146,721)</b>
<b>Net interfund transfers</b>			
Capital Fund	(181,713)	(240,000)	(71,783)
Reserve fund	(11,697,874)	(6,952,687)	(8,126,747)
<b>Change in current fund</b>	<b>(3,733,509)</b>	<b>(3,427,261)</b>	<b>1,098,920</b>
<b>Balance, beginning of year</b>	<b>5,284,289</b>	<b>5,284,289</b>	<b>4,185,369</b>
<b>Balance, end of year</b>	<b>\$ 1,550,780</b>	<b>\$ 1,857,028</b>	<b>\$ 5,284,289</b>

**Regional District of Central Okanagan  
Consolidated Statement of Capital Fund Operations  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>		<b>2020</b>
	<b>Actual</b>	<b>Budget</b>	<b>Actual</b>
<b>Revenues</b>			
Provincial government grants	\$ 218,393	\$ 357,484	\$ 58,734
Gain on disposals of tangible capital assets	590,958	-	2,967
Contributions from others	145,784	231,828	772,158
Retirement of long term debt	242,481	-	243,970
	<b>1,197,616</b>	589,312	1,077,829
<b>Expenses</b>			
Amortization	4,358,088	-	3,945,764
Loss on disposals of tangible capital assets	-	-	54,952
	<b>4,358,088</b>	-	4,000,716
<b>Net revenues (expenses)</b>	<b>(3,160,472)</b>	589,312	(2,922,887)
<b>Net interfund transfers</b>			
Current fund	160,810	240,000	42,013
Current fund - Landfill	20,903	-	29,770
Reserve funds	6,549,919	17,252,137	2,593,354
Contributions received from sewer DCC reserve	328,623	-	837,307
<b>Change in capital fund</b>	<b>3,899,783</b>	18,081,449	579,557
<b>Balance, beginning of year</b>	<b>109,215,313</b>	109,215,313	108,635,756
<b>Balance, end of year</b>	<b>\$ 113,115,096</b>	\$ 127,296,762	\$ 109,215,313

**Regional District of Central Okanagan**  
**Consolidated Statement of Reserve Fund Operations**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>		<b>2020</b>	
	Actual	Budget	Actual	
<b>Revenues</b>				
Gas tax revenue	\$ 1,533,792	\$ -	\$	749,846
Interest Income	<b>268,288</b>	-		291,328
	<b>1,802,080</b>	-		1,041,174
<b>Net interfund transfers</b>				
Current fund	<b>11,697,874</b>	6,952,687		8,126,747
Capital fund	<b>(6,549,919)</b>	(17,252,137)		(2,593,354)
<b>Change in capital fund</b>	<b>6,950,035</b>	(10,299,450)		6,574,567
<b>Balance, beginning of year</b>	<b>31,563,195</b>	31,563,193		24,988,628
<b>Balance, end of year</b>	<b>\$ 38,513,230</b>	\$ 21,263,743	\$	31,563,195
<b>Summary of Reserve Funds positions</b>				
Feasibility Reserve Fund	\$ 176,560		\$	175,071
Equipment Replacement Reserve Fund	<b>4,977,367</b>			5,677,128
Park Reserve Fund	<b>901,850</b>			1,577,838
Capital Projects Reserve Fund	<b>24,395,407</b>			20,109,493
Operating Reserve Fund	<b>8,062,049</b>			4,023,665
	<b>\$ 38,513,230</b>		\$	31,563,195

Exhibit 4

**Regional District of Central Okanagan**  
**General Revenue Fund**  
**Statement of Financial Position**  
**(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
<b>Cash and cash equivalents</b>	\$ 49,359,854	\$ 43,773,913
<b>Accounts receivable</b>		
Provincial government	1,542,653	297,829
Local governments and Hospital District	1,626,530	1,574,530
Other	1,473,129	1,279,811
<b>Prepaid expenses</b>	185,918	489,871
<b>Other assets</b>		
Municipal Finance Authority debt reserve fund		
Member municipalities	8,025,057	8,287,111
Regional District	181,102	256,303
	<u>\$ 62,394,243</u>	<u>\$ 55,959,368</u>
<b>Liabilities and Surplus</b>		
<b>Accounts payable</b>		
Accounts payable and accrued liabilities	\$ 5,902,326	\$ 4,265,412
Due to development cost charges reserve fund	7,788,954	6,154,606
Due to capital projects reserve fund	24,395,407	20,109,491
Due to equipment replacement reserve fund	4,977,367	5,677,130
Due to feasibility study reserve fund	176,560	175,072
Due to operating reserve fund	8,062,049	4,023,663
Due to park reserve fund	901,850	1,577,839
Due to sewer revenue fund	-	439,106
Due to water revenue fund	(61,563)	42,042
Due to water capital fund	127,913	133,315
<b>Other liabilities</b>		
Deferred revenue	355,084	108,655
Municipal Finance Authority debt reserve fund		
Member municipalities		
- cash requirements	2,580,120	2,649,899
- demand note requirement	5,444,937	5,637,212
Regional District		
- cash requirements	64,591	63,511
- demand note requirement	127,867	175,853
<b>Surplus</b>	<u>1,550,780</u>	<u>4,726,562</u>
	<u>\$ 62,394,243</u>	<u>\$ 55,959,368</u>

Exhibit 5



**Regional District of Central Okanagan**  
**General Revenue Fund**  
**Statement of Operations**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Revenue</b>		
Electoral area tax requisitions	\$ 4,215,300	\$ 4,114,749
Electoral area parcel taxes	249,183	287,129
Members' requisitions		
General	18,491,816	17,697,179
Parcel taxes	369,867	395,300
Debt services	12,485,736	13,996,882
Federal government grants	319,707	267,411
Provincial government	1,183,461	1,576,877
Sale of services to local governments	3,879,869	3,591,161
Sale of services to others	2,663,866	2,432,291
Gas tax revenue	99,648	298,995
Other revenue		
Licenses, fees and permits	1,562,581	1,187,147
Facility rentals	113,905	131,405
Other revenue	421,422	505,764
Other programs	(17,932)	31,000
Transfer from capital projects reserve fund	29,067	45,930
Transfer from operating reserve fund	14,446	1,495
Surplus from previous year	4,726,563	3,830,959
	<b>50,808,505</b>	<b>50,391,674</b>
<b>Expenses</b>		
General government services	1,434,378	1,242,077
Protective services	8,955,445	8,343,239
Transportation services	137,142	356,512
Environmental health services	6,907,214	6,334,797
Development services	3,934,952	3,849,370
Recreational and cultural services	5,288,809	5,092,529
Fiscal services	12,826,505	14,344,139
Transfer to general capital fund	160,810	42,013
Transfer to equipment replacement reserve fund	497,462	452,115
Transfer to operating reserve fund	3,510,063	1,037,912
Transfer to capital projects reserve fund	5,121,261	4,705,150
Transfer to District of Lake Country	55,000	55,000
Transfer to District of Peachland	12,000	12,000
Transfer to City of West Kelowna	50,869	49,765
Landfill closure and post-closure	20,903	29,770
Reallocation of insurance reserve (recovery)	344,912	(281,277)
	<b>49,257,725</b>	<b>45,665,111</b>
<b>Surplus, end of year</b>	<b>\$ 1,550,780</b>	<b>\$ 4,726,563</b>

Exhibit 6  
**Regional District of Central Okanagan**  
**General Revenue Fund**  
**Surplus**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
Regional Board	\$ (35,583)	\$ 101,543
Corporate Services/Administration	105	171,899
Finance	80	244,694
Engineering	-	24,787
Human Resources	27	58,170
Information Systems	65	48,520
General Government Services - Electoral Areas	-	13,228
Electoral Area Central Okanagan West	-	11,621
Electoral Area Central Okanagan East	-	12,608
EA West Grants in Aid	-	(970)
EA East Grants in Aid	-	3,600
Upper Ellison Fire Protection	-	(3,556)
Electoral Areas Fire Protection	-	4,011
Lakeshore Road Fire Protection	(219)	-
Ellison Fire Protection	-	91,558
Joe Rich Road Fire Protection	-	6,958
North Westside Road Fire Protection	-	53,863
Wilson's Landing Fire Protection	-	60,721
Ridgeview Fire Protection	-	71
Brent Road Fire Protection	-	675
Regional Rescue Service	-	140,109
911 Emergency Telephone Service	-	56,925
Crime Stoppers	-	27,296
Victims Services	-	71,254
Crime Prevention	-	37,023
Business Licenses	-	406
Building Inspection	-	170,153
Dog Control	-	118,111
Mosquito Control	-	15,991
Prohibited Animal Control	-	988
Transportation Demand Management	-	1,129
Lakeshore Road Improvements	-	25
Scotty Heights Street Lighting	-	(18)
Ellison Transit	-	7,925
Septic Tank Effluent Disposal	-	66,678
<b>Balance to be carried forward</b>	<b>\$ (35,525)</b>	<b>\$ 1,617,996</b>

**Regional District of Central Okanagan**  
**General Revenue Fund (continued)**  
**Surplus**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance carried forward</b>	<b>\$ (35,525)</b>	<b>\$ 1,617,996</b>
Westside Disposal & Recycling Centre	-	160,485
Solid Waste Management	-	14,854
Solid Waste Collection	-	123,519
Okanagan Basin Water Board	-	(1)
Air Quality Monitoring	-	(1)
Noise Abatement	-	3,027
Untidy Premises	-	3,434
Regional Planning	-	156,749
Electoral Area Planning	-	54,944
Noxious Insect Control	-	2,817
Weed Control	-	27,628
Starling Control	<b>(58)</b>	-
Economic Development Commission	-	37,897
Ellison Heritage Community Centre	-	34,336
Joe Rich Community Hall	-	5,510
Killiney Community Hall	-	33
Regional Parks	-	518,766
Westside Community Parks	-	24,234
Eastside Community Parks	-	9,061
Insurance	<b>1,586,363</b>	1,931,275
<b>Surplus, end of year</b>	<b>\$ 1,550,780</b>	<b>\$ 4,726,563</b>

**Regional District of Central Okanagan  
General Capital Fund  
Statement of Financial Position  
(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
<b>Tangible capital assets (net of accumulated amortization)</b>		
Land	\$ 43,378,197	\$ 40,141,933
Land improvements	6,386,255	5,619,151
Buildings	5,647,198	5,640,473
Fleet	2,011,262	1,987,113
Machinery and equipment	2,559,363	2,311,352
Assets under construction	162,412	162,412
	<u>60,144,687</u>	<u>55,862,434</u>
<b>Debt recoverable from other authorities for debentures</b>		
City of Kelowna	78,857,021	87,022,601
City of West Kelowna	7,986,709	9,535,975
District of Lake Country	5,544,583	6,543,917
District of Peachland	2,036,369	2,440,062
OK Regional Library	1,987,388	2,229,332
	<u>96,412,070</u>	<u>107,771,887</u>
	<u>\$ 156,556,757</u>	<u>\$ 163,634,321</u>
<b>Liabilities and Equity in Capital Assets</b>		
<b>Long term debt</b>		
Landfill closure and post closure	476,976	497,879
Municipal Finance Authority	96,500,785	107,924,354
<b>Equity in capital assets</b>	<u>59,578,999</u>	<u>55,212,088</u>
	<u>\$ 156,556,757</u>	<u>\$ 163,634,321</u>

**Regional District of Central Okanagan**  
**General Capital Fund**  
**Statement of Equity in Capital Assets**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 55,212,088</b>	<b>\$ 55,103,403</b>
Add:		
Transfer from general revenue fund	160,810	42,013
Park reserve fund	1,207,342	7,362
Equipment replacement reserve fund	664,699	386,126
Capital projects reserve fund	3,955,912	1,258,077
Gain on disposal of tangible capital assets	590,958	967
Grant from Provincial government	218,381	4,092
Other contributions	126,459	35,790
Retirement of long term debt	63,752	72,668
	<b>6,988,313</b>	<b>1,807,095</b>
Deduct:		
Amortization	2,124,363	1,728,180
Landfill closure cost transfer	(20,903)	(29,770)
Transfer to parkland reserve regional fund	517,942	-
	<b>2,621,402</b>	<b>1,698,410</b>
<b>Balance, end of year</b>	<b>\$ 59,578,999</b>	<b>\$ 55,212,088</b>

Exhibit 9  
**Regional District of Central Okanagan**  
**Water Revenue Fund**  
**Statement of Financial Position**  
**(Unaudited)**

<b>December 31</b>	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
Due from general revenue fund	\$ -	\$ 42,042
<b>Other assets</b>		
Municipal Finance Authority debt reserve fund	<u>126,630</u>	125,600
	<b>\$ 126,630</b>	<b>\$ 167,642</b>
<b>Liabilities and Surplus</b>		
<b>Liabilities</b>		
Due to general revenue fund	\$ 61,563	\$ -
<b>Other liabilities</b>		
Municipal Finance Authority debt reserve fund - demand note requirement	<u>65,067</u>	65,067
<b>Surplus</b>	<u>-</u>	102,575
	<b>\$ 126,630</b>	<b>\$ 167,642</b>

Exhibit 10

**Regional District of Central Okanagan  
Water Revenue Fund  
Statement of Operations  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Revenue</b>		
Connection charges	\$ 74,840	\$ 27,701
Debt service fee	1,030	1,220
Parcel taxes	220,605	220,605
User fees and maintenance fees	1,577,484	1,586,673
Federal government grants	1,277	-
Provincial government grants	-	19,882
Other revenue	38,127	21,850
Surplus from previous year	102,575	184,718
	<b>2,015,938</b>	<b>2,062,649</b>
<b>Expenses</b>		
Falcon Ridge water system	83,487	79,362
Killiney Beach water system	228,201	211,218
Sunset Ranch water system	138,960	137,762
Trepanier Bench water system	23,744	29,622
Upper Fintry/Shalal/Valley Of The Sun water system	115,359	113,305
Westshore water system	199,320	262,947
Transfer to operating reserve fund	176,667	-
Transfer to capital projects reserve fund	823,059	893,717
Transfer to equipment replacement reserve fund	-	5,000
Fiscal Services	227,141	227,141
	<b>2,015,938</b>	<b>1,960,074</b>
<b>Surplus</b>	<b>\$ -</b>	<b>\$ 102,575</b>

Exhibit 11  
**Regional District of Central Okanagan**  
**Water Capital Fund**  
**Statement of Financial Position**  
**(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
Due from general revenue fund	\$ 127,913	\$ 133,315
<b>Tangible capital assets (net of accumulated amortization)</b>		
Land	228,536	228,536
Fleet	24,418	34,062
Water system	16,706,478	17,039,870
Asset under construction	362,847	6,235
	\$ 17,450,192	\$ 17,442,018
<b>Liabilities and Equity in Capital Assets</b>		
<b>Long term debt</b>		
Deferred Revenue	\$ 127,912	\$ 133,315
Municipal Finance Authority	3,935,098	4,053,454
<b>Equity in capital assets</b>	<b>13,387,182</b>	13,255,249
	\$ 17,450,192	\$ 17,442,018



Exhibit 12

**Regional District of Central Okanagan  
Water Capital Fund  
Statement of Equity in Capital Assets  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 13,255,249</b>	<b>\$ 12,962,731</b>
Add:		
Provincial government grant	12	54,642
Retirement of debenture debt	118,356	113,804
Transfer from equipment replacement reserve fund	495,720	238,509
Transfer from capital project reserve fund	51,911	5,296
Developer Contributions	-	438,072
	<u>665,999</u>	<u>850,323</u>
Deduct:		
Amortization	534,066	502,854
Loss on disposal of tangible capital assets	-	54,951
	<u>534,066</u>	<u>557,805</u>
<b>Balance, end of year</b>	<b>\$ 13,387,182</b>	<b>\$ 13,255,249</b>

Exhibit 13  
**Regional District of Central Okanagan**  
**Sewer Revenue Fund**  
**Statement of Financial Position**  
**(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
Due from general revenue fund	\$ -	\$ 439,106
<b>Other assets</b>		
Municipal Finance Authority debt reserve fund	-	43,677
	\$ -	\$ 482,783
<b>Liabilities and Surplus</b>		
<b>Other liabilities</b>		
Municipal Finance Authority debt reserve fund - demand note requirement	\$ -	\$ 27,632
<b>Surplus</b>	-	455,151
	\$ -	\$ 482,783

**Regional District of Central Okanagan**  
**Sewer Revenue Fund**  
**Statement of Operations**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Revenue</b>		
Debt service fee	\$ 146	\$ 324
Parcel tax	30,480	37,359
User fees and municipal services	5,541,901	5,504,757
Federal government grant	1,915	-
Other revenue	3,334	43,177
Transfer from covid grant fund	4,500	-
Surplus from previous year	455,151	169,691
	<b>6,037,427</b>	<b>5,755,308</b>
<b>Expenses</b>		
Westside sewer system	4,259,197	4,040,330
Ellison sewer system	130,050	141,831
Fiscal services	30,805	37,717
Transfer to capital projects reserve fund	1,195,019	985,298
Transfer to equipment replacement reserve fund	85,953	69,671
Transfer to operating reserve fund	336,403	25,310
	<b>6,037,427</b>	<b>5,300,157</b>
<b>Surplus</b>	<b>\$ -</b>	<b>\$ 455,151</b>

**Regional District of Central Okanagan**  
**Sewer Capital Fund**  
**Statement of Financial Position**  
**(Unaudited)**

<b>December 31</b>	<b>2021</b>	<b>2020</b>
<b>Tangible capital assets (net of accumulated amortization)</b>		
Land	\$ 63,739	\$ 63,739
Fleet	59,911	75,062
Sewer system	39,879,292	39,266,794
Asset under construction	145,973	1,402,754
	<b>\$ 40,148,915</b>	<b>\$ 40,808,349</b>
<b>Liabilities and Equity in Capital Assets</b>		
<b>Long term debt</b>		
Municipal Finance Authority	\$ -	\$ 60,373
<b>Equity in capital assets</b>	<b>40,148,915</b>	<b>40,747,976</b>
	<b>\$ 40,148,915</b>	<b>\$ 40,808,349</b>

**Regional District of Central Okanagan**  
**Sewer Capital Fund**  
**Statement of Equity in Capital Assets**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 40,747,976</b>	<b>\$ 40,569,627</b>
Add:		
Gain on disposal of tangible capital assets	-	2,000
Developer Contributions	19,326	298,289
Retirement of debenture debt	60,373	57,498
Transfer from development cost charge reserve fund	328,623	837,307
Transfer from capital projects reserve fund	521,258	629,158
Transfer from equipment replacement reserve fund	171,017	68,826
	<b>1,100,597</b>	<b>1,893,078</b>
Deduct:		
Amortization	1,699,658	1,714,729
<b>Balance, end of year</b>	<b>\$ 40,148,915</b>	<b>\$ 40,747,976</b>

**Regional District of Central Okanagan  
Development Cost Charge Reserve Fund  
Statement of Financial Position  
(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
Due from general revenue fund	\$ 7,788,954	\$ 6,154,606
<b>Fund Balance</b>		
Westside wastewater treatment plant	\$ 5,222,956	\$ 3,773,809
East trunk treatment plant	2,565,998	2,380,797
	\$ 7,788,954	\$ 6,154,606

**Regional District of Central Okanagan  
Development Cost Charge Reserve Fund  
Statement of Changes in Fund Balance  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 6,154,606</b>	<b>\$ 5,860,043</b>
Add:		
Interest earned	52,315	68,319
Development cost charge levies	1,910,656	1,063,551
	<u>1,962,971</u>	<u>1,131,870</u>
Deduct:		
Transfer to sewer capital fund	328,623	837,307
<b>Balance, end of year</b>	<b>\$ 7,788,954</b>	<b>\$ 6,154,606</b>

## Note:

Development Cost Charge (DCC) levies are restricted by bylaw in their use for sewer expansion and the revenue is deferred until the expenses are incurred. When DCC expenses are made, a corresponding amount is recorded as "Contribution from sewer DCC reserve" on the statement of operations.

**Regional District of Central Okanagan  
Feasibility Study Reserve Fund  
Statement of Financial Position  
(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
Due from general revenue fund	\$ 176,560	\$ 175,072
<b>Fund Balance</b>		
Feasibility Study Reserve - Electoral Areas	\$ 75,326	\$ 74,698
Feasibility Study Reserve - Regional	101,234	100,374
	\$ 176,560	\$ 175,072



**Regional District of Central Okanagan  
Feasibility Study Reserve Fund  
Statement of Changes in Fund Balance  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 175,072</b>	<b>\$ 173,054</b>
Add:		
Interest Income	<u>1,488</u>	<u>2,018</u>
	<u>1,488</u>	<u>2,018</u>
<b>Balance, end of year</b>	<b>\$ 176,560</b>	<b>\$ 175,072</b>

Exhibit 21  
**Regional District of Central Okanagan**  
**Equipment Replacement Reserve Fund**  
**Statement of Financial Position**  
**(Unaudited)**

**December 31** **2021** **2020**

**Assets**

**Due from general revenue fund** **\$ 4,977,367** **\$ 5,677,130**

**Statement of Fund Balance**

Regional Board	\$ 582	\$ 577
Finance	238,165	230,186
Engineering	86,152	88,987
Human Resources	3,074	74
Information Systems	303,321	278,389
Ellison Fire Protection	133	15,661
Joe Rich Fire Protection	21,060	25,506
North Westside Road Fire Protection	-	2
Wilson's Landing Fire Protection	563	66,186
Brent Road Fire Protection	186	184
Regional Rescue Service	343,991	407,574
Alarm Control	17,585	11,984
Crime Stoppers	43,737	43,369
Victims Services	42,553	33,567
Crime Prevention	57,080	51,640
Business Licenses	32,914	31,645
Business Inspection	138,999	137,827
Dog Control	156,983	174,926
Mosquito Control	39,244	38,914
Lakeshore Road Improvements	75,081	74,448
Septic Tank Effluent Disposal	5,450	5,404
Westside Sanitary Landfill	3,778	3,746
Solid Waste Management	67,782	60,270
Solid Waste Collection	204,612	202,887
Noise Abatement	114	113
Unsightly & Untidy Premises	523	518
Electoral Area Planning	49,005	52,536
Noxious Insect Control	16,483	16,344
Weed Control	58,377	52,927
Economic Development Commission	18,421	13,975
Ellison Heritage Community Centre	62,208	61,683
Regional Parks	307,887	331,490
Westside Community Parks	47,782	47,379
Eastside Community Parks	52,248	51,808
Okanagan Regional Library	3,307	3,279
Equipment Pool / Fleet	41,882	69,663
Killiney Beach Water	520,552	520,698
Falcon Ridge Water	30	30
Sunset Ranch Water	335,231	356,999
Trepanier Water	(2,072)	-
Westshores Water	1,013,426	1,445,142
Upper Fintry/Shalal/Valley Of The Sun water system	94,752	114,057
Westside Wastewater Treatment Plant	211,828	325,082
Ellison sewer	262,358	229,454
<b>Fund Balance</b>	<b>\$ 4,977,367</b>	<b>\$ 5,677,130</b>

**Regional District of Central Okanagan  
Equipment Replacement Reserve Fund  
Statement of Changes in Fund Balance  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 5,677,130</b>	<b>\$ 5,776,461</b>
Add:		
Interest Income	48,258	67,344
Transfer from general revenue fund	497,462	452,115
Transfer from sewer revenue fund	85,953	69,671
Transfer from water revenue fund	-	5,000
	<u>631,673</u>	<u>594,130</u>
Deduct:		
Transfer to general capital fund	664,699	386,126
Transfer to sewer capital fund	171,017	68,826
Transfer to water capital fund	495,720	238,509
	<u>1,331,436</u>	<u>693,461</u>
<b>Balance, end of year</b>	<b>\$ 4,977,367</b>	<b>\$ 5,677,130</b>

**Regional District of Central Okanagan**  
**Park Reserve Fund**  
**Statement of Financial Position**  
**(Unaudited)**

<b>December 31</b>	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
<b>Due from general revenue fund</b>	<b>\$ 901,850</b>	<b>\$ 1,577,839</b>
<b>Statement of Fund Balance</b>		
Regional Parks	\$ 628,779	\$ 1,307,069
Westside Parks	180,226	178,707
Eastside Parks	65,124	64,575
Regional Parks Legacy	27,721	27,488
<b>Fund Balance</b>	<b>\$ 901,850</b>	<b>\$ 1,577,839</b>

**Regional District of Central Okanagan  
Park Reserve Fund  
Statement of Changes in Fund Balance  
(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 1,577,839</b>	<b>\$ 1,566,933</b>
Add:		
Interest Income	13,411	18,268
Transfer from general revenue fund	517,942	-
	<u>531,353</u>	<u>18,268</u>
Deduct:		
Transfer to general capital fund	1,207,342	7,362
<b>Balance, end of year</b>	<b>\$ 901,850</b>	<b>\$ 1,577,839</b>

**Regional District of Central Okanagan  
Capital Projects Reserve Fund  
Statement of Financial Position  
(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
<b>Due from general revenue fund</b>	<b>\$ 24,395,407</b>	<b>\$ 20,109,493</b>
<b>Statement of Fund Balance</b>		
Community Works Fund	\$ 4,941,734	\$ 3,568,713
Regional Board	112,648	76,990
Corporate Services/Administration	919,113	772,251
Electoral Areas	120,020	146,602
Electoral Area Fire Prevention	12,984	5,933
Ellison Fire Protection	754,970	690,616
Joe Rich Fire Protection	621,566	515,534
North Westside Road Fire Protection	504,520	474,452
Wilson's Landing Fire Protection	198,416	194,255
Brent Road Fire Protection	34,350	34,060
911 Emergency Telephone Service	24,437	43,259
Dog Control	194,453	158,109
Septic Tank Effluent Disposal	269,517	295,157
Westside Disposal & Recycling Centre	207,499	141,298
Westside Sanitary Landfill Closure	337,905	342,065
Regional Planning	9,662	4,790
Solid Waste Management	44,463	40,082
Ellison Heritage Community Centre	345,293	304,567
Joe Rich Community Hall	36,634	29,727
Regional Parks	8,642,979	7,734,183
Westside Community Parks	321,337	293,066
Eastside Community Parks	145,600	150,293
Joe Rich Water System	20,327	15,198
Killiney Beach Water	860,653	623,344
Falcon Ridge Water	7,487	12,768
Sunset Ranch Water	268,459	161,334
Trepanier Beach Water	10,099	3,037
Westshores Water	1,064,434	732,991
Upper Fintry/Shalal/Valley Of The Sun water system	462,530	336,036
Westside Wastewater Treatment Plant	1,935,566	1,413,407
RDCO Lift Station/Collector System	763,035	617,838
Peachland Lift Station/Collector System	202,717	177,538
<b>Fund Balance</b>	<b>\$ 24,395,407</b>	<b>\$ 20,109,493</b>

**Regional District of Central Okanagan**  
**Capital Projects Reserve Fund**  
**Statement of Changes in Fund Balance**  
**(Unaudited)**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2020</b>
<b>Balance, beginning of the year</b>	<b>\$ 20,109,493</b>	<b>\$ 14,544,380</b>
Add:		
Gas tax revenue (Note 15)	1,533,792	749,846
Interest earned	<b>170,931</b>	169,563
Transfer from general revenue fund	<b>5,121,261</b>	4,705,150
Transfer from sewer revenue fund	<b>1,195,019</b>	985,298
Transfer from water revenue fund	<b>823,059</b>	893,717
	<b>8,844,062</b>	7,503,574
Deduct:		
Transfer to general revenue fund	<b>29,067</b>	45,930
Transfer to general capital fund	<b>3,955,912</b>	1,258,077
Transfer to water capital fund	<b>51,911</b>	5,296
Transfer to sewer capital fund	<b>521,258</b>	629,158
	<b>4,558,148</b>	1,938,461
<b>Balance, end of year</b>	<b>\$ 24,395,407</b>	<b>\$ 20,109,493</b>

**Regional District of Central Okanagan**  
**Operating Reserve Fund**  
**Statement of Financial Position**  
**(Unaudited)**

December 31	2021	2020
<b>Assets</b>		
<b>Due from general revenue fund</b>	<b>\$ 8,062,049</b>	<b>\$ 4,023,662</b>
<b>Statement of Fund Balance</b>		
Regional Board	\$ 108,548	\$ 53,317
Corporate Services/Administration	282,955	93,705
Finance	477,212	336,310
Engineering	226,041	240,554
Human Resources	60,517	27,467
Information Systems	156,627	99,121
Electoral Areas	77,628	50,194
Electoral Area Central Okanagan West	29,489	5,894
Electoral Area Central Okanagan East	28,253	1,718
Grants Regional	21	-
Grants Area Westside	5,029	-
Grants Area Eastside	4,000	-
Electoral Area Fire Prevention	25,210	482
Lakeshore Road Fire Protection	304	301
Ellison Fire Protection	309,115	171,776
Wilson's Landing Fire Department	63,516	-
Ridgeview Fire Protection	1,609	392
June Springs Fire Protection	790	199
Brent Road Fire Protection	8,585	8,424
Regional Rescue	337,824	156,326
911 Emergency Telephone Service	302,358	229,955
Crime Stoppers	77,469	4,428
Victim Services	214,934	9,085
Crime Prevention	105,076	46,360
Business Licenses	38,647	36,856
Business Inspection	721,199	410,524
Dog Control	513,124	332,376
Mosquito Control	62,361	20,473
Prohibited Animal Control	990	-
Transportation Management	5,844	2,555
Lakeshore Road Improvements	1,770	1,710
Scotty Heights Street Lights	2,775	-
Communications	109,604	-
Ellison Transit	46,512	24,882
Septic Tank Effluent Disposal	286,429	175,991
Westside Disposal & Recycling Centre	349,186	44,245
Solid Waste Management	71,176	-
Solid Waste Collection	252,735	87,013
Air Quality Monitoring	4,573	4,178
Noise Abatement	8,720	5,823
<b>Balance to be carried forward</b>	<b>\$ 5,378,756</b>	<b>\$ 2,682,634</b>



**Regional District of Central Okanagan**  
**Operating Reserve Fund**  
**Statement of Changes in Fund Balance**  
**(Unaudited)**

For the year ended December 31	2021	2020
<b>Balance carried forward</b>	<b>\$ 5,378,756</b>	<b>\$ 2,682,634</b>
Untidy & Unsightly Premises	11,584	8,150
Regional Planning	185,227	33,911
Electoral Area Planning	227,863	111,182
Insect Control	11,419	7,038
Weed Control	77,704	56,647
Sterile Insect Release Program	298	-
Economic Development Commission	68,775	21,155
Ellison Heritage Community Hall	58,861	27,705
Joe Rich Community Hall	174,158	1,012
Killiney Community Hall	391	-
Regional Parks	720,015	213,786
Westside Community Parks	19,384	-
Eastside Community Parks	2,943	-
Killiney Beach Water System	18,208	-
Falcon Ridge Water System	37,627	-
Sunset Ranch Water System	57,786	-
Westshore Water System	48,625	-
Upper Fintry/Valley of the Sun	14,423	-
Westside Wastewater Treatment Plant	463,996	226,058
RDCO Lift Station/Collector System	52,979	6,346
WFN Lift Stations/Collector Systems	13,633	-
Peachland Lift Stations/Collector Systems	37,312	-
Ellison Sewer System 901	2,864	-
Bylaw Enforcement	5,323	2,056
Covid Restart Grant	371,895	625,982
<b>Fund Balance</b>	<b>\$ 8,062,049</b>	<b>\$ 4,023,662</b>
<b>Balance, beginning of the year</b>	<b>\$ 4,023,662</b>	<b>\$ 2,927,800</b>
Add:		
Interest earned	34,204	34,135
Transfer from general revenue fund	3,764,972	411,929
Transfer from water revenue fund	176,667	-
Transfer from sewer revenue fund	336,403	25,310
Covid Restart Grant received	357,000	1,107,000
	<b>8,692,908</b>	<b>4,506,174</b>
Deduct:		
Transfer from covid grant fund	616,413	481,017
Transfer to general revenue fund	14,446	1,495
	<b>630,859</b>	<b>482,512</b>
<b>Balance, end of year</b>	<b>\$ 8,062,049</b>	<b>\$ 4,023,662</b>