



9904 Dudley Drive  
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## Statement of Financial Information (SOFI) - 2024

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District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

The following information package, prepared in accordance with the *Financial Information Act*, was approved by the District of Hudson's Hope Council in open meeting assembled on June 16, 2025.

On behalf of Council:

\_\_\_\_\_  
Travous Quibell  
Mayor

\_\_\_\_\_  
Date

The information contained in this package is certified as accurate and correct.

\_\_\_\_\_  
Crystal Brown  
Chief Administrative Officer

\_\_\_\_\_  
Date

District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

**MANAGEMENT REPORT**

The District of Hudson's Hope was incorporated in 1965 as a District Municipality under the *Community Charter*, formerly the *Municipal Act*, a statute of the Province of British Columbia. Its principal activities include the provision of local government services to residents of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water, sanitary sewer, and fiscal services. The authority to collect property taxes and user fees and the authority to create and enforce bylaws is granted under provisions of the *Local Government Act* and the *Community Charter*. Services are provided primarily within the political boundaries of the District of Hudson's Hope.

The role of Council is to legislate bylaws; to establish goals, regulations, and policies; and to provide overall direction for management in achieving these goals. The role of management is to carry out Council's directions in accordance with established bylaws, regulations, and policies. Management also oversees the day-to-day operations of the municipality. Specifically, the role of the financial manager consists of fulfilling all statutory requirements relating to finance, investment of surplus funds, safeguarding of assets, and financial reporting. The role of the municipal auditors is to provide an annual independent audit of the municipality's financial statements. Portions of this information package are excerpts of the 2024 audited financial statements.

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Crystal Brown

Chief Administrative Officer

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Date

District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

Severance Agreements

The District of Hudson's Hope had no severance agreements.

District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

Schedule of Indemnity Agreements

The District of Hudson's Hope has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

Debts Covered by Sinking Funds or Reserves

The District of Hudson's Hope had no debt covered by sinking funds or reserves.

District of Hudson's Hope  
Statement of Financial Information  
For the Year Ended December 31, 2024

Loan Guarantee Agreement

The District of Hudson's Hope had no loan guarantee agreements.

District of Hudson's Hope  
Schedule of Remuneration and Expenses  
31-Dec-24

Elected Officials

Name	Position	Remuneration	Expenses	Total
TRAVOUS QUIBELL	Mayor	26,574.84	7,612.62	34,187.46
JAMES CRYDERMAN	Councillor	12,236.28	3,092.54	15,328.82
TINA JEFFREY	Councillor	12,336.28	3,102.04	15,438.32
DEBBIE BEATTIE	Councillor	17,486.28	11,757.92	29,244.20
TASHANA WINNICKY	Councillor	14,936.28	7,014.06	21,950.34
KARI-LEA CHARLESWORTH	Councillor	12,136.28	5,938.17	18,074.45
GREATA GODDARD	Councillor	14,902.21	9,359.52	24,261.73
		<u>110,608.45</u>	<u>47,876.87</u>	<u>158,485.32</u>

Other Employees

Employees Over \$75,000

CRYSTAL BROWN	147,415.07	18,330.73	165,745.80
CINDY EDGAR	119,265.11	1,220.00	120,485.11
FRED BURROWS	100,742.44	8,693.43	109,435.87
KEITH RESCHKE	96,774.69	1,098.04	97,872.73
TONIA ALEXANDER	92,545.62	3,159.32	95,704.94
GORDON DAVIES	86,938.83	8,612.50	95,551.33
ANDREA MARTIN	85,551.28	6,001.86	91,553.14
ALYSE BAILIE	91,028.26	270.00	91,298.26
ALLAN GRAHAM	86,077.92	3,256.84	89,334.76
MARCEL BUDALICH	88,054.34	425.00	88,479.34
GREG SCHAFFER	86,964.68	210.00	87,174.68
KIM TRASK	85,780.57	639.00	86,419.57
KELSEY SHEWFELT	77,315.56	5,566.65	82,882.21
RYAN GARD	83,157.51	-	83,157.51
PHILIP MASON	81,699.42	270.00	81,969.42
Consolidated Total of Other Employees and expenses Under \$75,000	970,731.65	38,874.48	1,009,606.13
	<u>2,380,042.95</u>	<u>96,627.85</u>	<u>2,476,670.80</u>

Reconciliation

Total Remuneration - Elected Officials	110,608.45
Total Remuneration - Employees	2,380,042.95
Total Severance - Employees	-
District Portion of EI and CPP	<u>145,759.27</u>
Subtotal	2,636,410.67
Reconciling Items	
Superannuation and WCB Payments Included in Expense Accounts Below	199,399.20
Benefit Payments Included in Below	184,049.26
Unreconciled Difference	<u><u>3,019,859.13</u></u>

Total Per Statement of Revenue  
and Expenditure

Note 17	Wages and Benefits	2,946,022.00
	Wages Not Included in Note 17:	<u>73,837.13</u>
		<u><u>3,019,859.13</u></u>

31-Dec-24

**Suppliers With Aggregate Payments Exceeding \$25,000**

Supplier Name	Amount
AGAT LABORATORIES	27,616.42
ASSOCIATED FIRE SAFETY EQUIPMENT	70,465.38
B.C. ASSESSMENT	44,174.96
BC FIRE SAFE PROTECTION SERVICES LTD.	75,517.05
BC HYDRO - BILL PAYMENT ONLINE	159,758.94
COLLABRIA VISA - ONLINE PAYMENT	203,810.61
ENERGETIC PLUMBING & HEATING	36,792.00
FORT ST. JOHN CO-OPERATIVE ASSOC.	92,591.90
FORTISBC - NATURAL GAS	64,283.72
G-T-XCAVATING LTD.	47,731.95
I.T. PARTNERS	70,280.94
ICBC	46,751.00
INGE ECONOMIC DEVELOPMENT	44,444.41
KPMG LLP, T4348	55,555.50
MASON, RICHARD	43,927.91
MCELHANNEY LTD	306,289.30
MINISTER OF FINANCE SCHOOL TAXES	3,096,157.81
MUNICIPAL PENSION PLAN - ONLINE PAYMENT	284,003.35
MURRAY CHEVROLET	148,169.96
PACIFIC BLUE CROSS - ONLINE PAYMENT	139,819.14
PEACE RIVER REGIONAL DISTRICT	352,234.19
PEACE RIVER REGIONAL HOSPITAL DISTRICT	286,540.00
PETRON COMMUNICATIONS LTD.	33,324.51
RAT RACE CONTRACTING LTD	28,419.55
RECEIVER GENERAL FOR CANADA - PAYROLL	554,270.57
RECEIVER GENERAL FOR CANADA - PAYROLL	103,125.55
RECEIVER GENERAL FOR CANADA - PAYROLL	34,741.07
SAFETEK EMERGENCY VEHICLES LTD	563,957.28
TELUS - ONLINE PAYMENT	43,313.22
TELUS MOBILITY	35,357.78
URBAN SYSTEMS	145,945.25
VEOLIA WATER TECHNOLOGY INC.	376,506.22
WILLIS CANADA INC.	213,308.00
WORK SAFE BC - ONLINE PAYMENT	50,470.46
YETI REFRIGERATION INC.	117,339.05
Payments Made (Vendors Over \$25,000)	<u>7,996,994.95</u>
Consolidated Total Paid to Suppliers Who Received Aggregate Payments of \$25,000 or Less	923,650.21
Consolidated Total of Grants and Contributions Exceeding \$25,000	221,520.49
Consolidated Total of Grants and Contributions Under \$25,000	23,943.20
<b>Total of All Payments Above</b>	<u><u>1,169,113.90</u></u>

9,166,108.85

**Reconciliation**

**Total of All Payments Above** 9,166,108.85

**Reconciling Items**

DEDUCT TRANSFERS TO OTHER GOVERNMENTS NETTED AGAINST TAXATION REVENUE (F/S NOTE 11)	(3,940,494.00)	
ADD RENUMERATION PAID TO EMPLOYEES AND GOVERNMENT APPOINTED OFFICIALS	2,636,410.67	
DEDUCT AMTS PAID TO GOV OFFICIALS INCLUDED IN PYMTS TOTAL	-	
ADD HOMEOWNER GRANT DEDUCTIONS INCLUDED IN TRANSFERS DEDUCTIONS (PER T4/T4A SUMMARY)	244,859.60	
EHT PAYMENTS EFT	(801,995.20)	
DEDUCT RECOVERABLE GST INCLUDED IN PAYMENTS ABOVE	44,230.12	
ADD BANK CHARGED AUTOMATICALLY DEBITED	(159,905.29)	
ADD LEASE PAYMENTS	4,116.65	
DEDUCT PAYMENTS ON 12 MILE EXTENSION	9,784.08	
DEDUCT LOAN PRINCIPAL	-	
CHANGE IN INVENTORIES	-	
ADD PREPAID EXPENSES 2023	(8,273.91)	
DEDUCT PREPAID EXPENSES 2024	120,262.08	
DEDUCT 2023 ACCOUNTS PAYABLE	(25,341.51)	
ADD 2024 ACCOUNTS PAYABLE	(245,959.00)	
UNRECONCILED DIFFERENCE	462,405.00	
	<b>2,213.66</b>	
	<u>(1,657,687.05)</u>	
Adjusted Total Payments		<u><u>7,508,421.80</u></u>
TOTAL EXPENDITURES PER CONSOLIDATED STATEMENT		
FINANCIAL ACTIVITIES	7,364,904.00	
ADD EXPENSE REIMBURSEMENT (employee expenses)	96,627.85	
LESS AMORTIZATION EXPENSE	(1,357,948.92)	
ADD CAPITAL EXPENDITURES	1,379,886.36	
WRITE-DOWN OF WATER TREATMENT PLANT	-	
DEDUCT LOSS ON DISPOSAL ADD GAIN	24,952.51	
	<u>24,952.51</u>	
		<u><u>7,508,421.80</u></u>
		-

District of Hudson's Hope  
Schedule of Grants-in-aid  
31-Dec-24

HUDSON'S HOPE PUBLIC LIBRARY ASSOCIATION	129,945.21
HUDSON'S HOPE HISTORICAL SOCIETY	91,575.28
HUDSON'S HOPE RADIO AMATEUR CLUB	8,250.00
HUDSON'S HOPE HEALTH CARE & HOUSING SOC.	5,000.00
HUDSON'S HOPE MINOR SOCCER	4,293.20
HOPE FOR HEALTH SOCIETY	2,800.00
HH RODIO	2,000.00
HUDSON'S HOPE GRAD SOCIETY	1,600.00
Total	<u>245,463.69</u>

Consolidated Financial Statements of



## **DISTRICT OF HUDSON'S HOPE**

And Independent Auditor's Report thereon

Year ended December 31, 2024



## DISTRICT OF HUDSON'S HOPE

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## MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the District of Hudson's Hope (the "District") are the responsibility of the District's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The District's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

Mayor and Council meet with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by KPMG LLP, independent external auditors appointed by the District. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the District's consolidated financial statements.

  
\_\_\_\_\_  
Mrs. Crystal Brown  
*Chief Administrative Officer*

  
\_\_\_\_\_  
Mrs. Tonia Alexander  
*Deputy Treasurer*





**KPMG LLP**

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Telephone (250) 563 7151  
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## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of District of Hudson's Hope

### ***Opinion***

We have audited the consolidated financial statements of District of Hudson's Hope (the District), which comprise:

- the consolidated statement of financial position as at December 31, 2024
- the consolidated statement of operations and accumulated surplus for the year then ended
- the consolidated statement of change in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the District as at December 31, 2024 and its consolidated results of operations, its consolidated changes in net financial assets and its consolidated 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 auditor's report.

We are independent of the 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.

### ***Other Information***

Management is responsible for the other information. The other information comprises:

- Information, other than the financial statements and the auditor's report thereon, included in Schedule 1 - COVID-19 Safe Restart Grant, and Schedule 2 - Growing Community Fund Reserve



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Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Information, other than the financial statements and the auditor's report thereon, included in Schedule 1 - COVID-19 Safe Restart Grant and Schedule 2 - Growing Communities Fund Reserve as at the date of this auditor's report.

If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the 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.



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We also:

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

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Prince George, Canada

March 24, 2025



**DISTRICT OF HUDSON'S HOPE**  
Consolidated Statement of Financial Position

December 31, 2024, with comparative information for 2023

	2024	2023
<b>Financial assets:</b>		
Cash and cash equivalents (note 2)	\$ 10,678,790	\$ 7,803,287
Accounts receivable (note 3)	256,089	1,327,408
	<u>10,934,879</u>	<u>9,130,695</u>
<b>Financial liabilities:</b>		
Accounts payable and accrued liabilities (note 4)	462,405	245,959
Deferred revenue (note 5)	1,238,447	1,053,093
Asset retirement obligation (note 6)	702,456	702,456
	<u>2,403,308</u>	<u>2,001,508</u>
Net financial assets	8,531,571	7,129,187
<b>Non-financial assets:</b>		
Tangible capital assets (note 7)	25,213,335	25,203,747
Land held for resale (note 8)	88,363	88,363
Prepaid expenses	25,342	120,262
Inventories	92,623	84,349
	<u>25,419,663</u>	<u>25,496,721</u>
<b>Accumulated surplus (note 9)</b>	<b><u>\$ 33,951,234</u></b>	<b><u>\$ 32,625,908</u></b>

Commitments and contingencies (note 10)

See accompanying notes to consolidated financial statements.

  
Mayor

  
Chief Administrative Officer



## DISTRICT OF HUDSON'S HOPE

Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget (note 15)	2024 Actual	2023 Actual
<b>Revenue (note 17):</b>			
Net taxation revenue (note 11)	\$ 4,337,843	\$ 4,316,489	\$ 2,725,935
Grants in lieu of taxes	2,142,937	2,129,729	2,017,538
Sales of services and user charges (note 12)	1,008,263	588,185	557,805
Other	122,411	169,613	174,066
Government transfers: (note 13)			
Provincial	350,884	1,379,181	3,230,017
Federal	100,000	107,033	107,461
<b>Total revenue</b>	<b>8,062,338</b>	<b>8,690,230</b>	<b>8,812,822</b>
<b>Expenses (note 17):</b>			
General government services and administration	2,284,350	2,646,359	2,129,964
Protective services	738,300	470,131	343,134
Public works services	2,015,450	1,526,946	1,640,360
Environmental and public health services	110,000	127,421	35,134
Environmental development services	80,000	55,477	38,984
Recreation and cultural services	913,995	909,100	857,703
Planning, development and bylaw services	492,885	217,588	84,348
Water utility and sanitary sewer systems	1,259,912	1,411,882	5,185,578
<b>Total expenses</b>	<b>7,894,892</b>	<b>7,364,904</b>	<b>10,315,205</b>
<b>Annual surplus (deficit)</b>	<b>167,446</b>	<b>1,325,326</b>	<b>(1,502,383)</b>
Accumulated surplus, beginning of year	32,625,908	32,625,908	34,128,291
<b>Accumulated surplus, end of year</b>	<b>\$ 32,793,354</b>	<b>\$ 33,951,234</b>	<b>\$ 32,625,908</b>

See accompanying notes to consolidated financial statements.



## DISTRICT OF HUDSON'S HOPE

### Consolidated Statement of Change in Net Financial Assets

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget (note 15)	2024	2023
Annual surplus (deficit)	\$ 167,446	\$ 1,325,326	\$ (1,502,383)
Acquisition of tangible capital assets	(3,304,675)	(1,379,886)	(3,185,555)
Proceeds on sale of land held for resale	-	-	26,500
Amortization of tangible capital assets	-	1,357,949	1,255,336
Write-down of water treatment plant	-	-	3,098,399
Gain on sale of land held for resale	-	-	(2,180)
(Gain) loss on sale of tangible capital assets	-	(24,955)	4,242
Proceeds on sale of tangible capital assets	-	37,304	40,000
	(3,137,229)	1,315,738	(265,641)
Use of inventories	-	(8,274)	5,526
Use of prepaid expenses	-	120,262	19,450
Acquisition of prepaid expenses	-	(25,342)	(120,262)
Change in net financial assets	(3,137,229)	1,402,384	(360,927)
Net financial assets, beginning of year	7,129,187	7,129,187	7,490,114
Net financial assets, end of year	\$ 3,991,958	\$ 8,531,571	\$ 7,129,187

See accompanying notes to consolidated financial statements.



## DISTRICT OF HUDSON'S HOPE

### Consolidated Statement of Cash Flows

Year ended December 31, 2024, with comparative information for 2023

	2024 Actual	2023 Actual
Cash provided by (used in):		
Operating activities:		
Annual (deficit) surplus	\$ 1,325,326	\$ (1,502,383)
Items not involving cash:		
Amortization of tangible capital assets	1,357,949	1,255,336
(Gain) loss on sale of tangible capital assets	(24,955)	4,242
Gain on sale of land held for resale	-	(2,180)
Write down of water treatment plant	-	3,098,399
Changes in non-cash operating working capital:		
Accounts receivable	1,071,319	(370,569)
Inventories	(8,274)	5,517
Accounts payable and accrued liabilities	216,446	(129,720)
Prepaid expenses	94,920	(100,812)
Deferred revenue	185,354	542,700
	<u>2,892,759</u>	<u>4,302,913</u>
Capital activities:		
Proceeds on sale of tangible capital assets	37,304	40,000
Acquisition of tangible capital assets	(1,379,886)	(3,185,555)
Proceeds on sale of land held for resale	-	26,500
	<u>(1,342,582)</u>	<u>(3,119,055)</u>
Increase (decrease) in cash and cash equivalents	2,875,503	(318,525)
Cash and cash equivalents, beginning of year	7,803,287	8,121,812
Cash and cash equivalents, end of year	<u>\$ 10,678,790</u>	<u>\$ 7,803,287</u>

See accompanying notes to consolidated financial statements.



## **DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements

Year ended December 31, 2024

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### **Nature of operations:**

The District of Hudson's Hope (the "District") was incorporated in 1965 as a District Municipality under the Community Charter, formerly the Municipal Act, a statute of the Province of British Columbia. Its principal activities include the provision of local government services to residents of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water, sanitary sewer and fiscal services.

### **1. Significant accounting policies:**

The consolidated financial statements of the District are prepared in accordance with Canadian generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. Significant accounting policies adopted by the District are as follows:

(a) Basis of consolidation:

(i) Consolidated entities:

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the District and which are owned or controlled by the District.

(ii) Accounting for Region and School Board Transactions:

The taxation, other revenues, expenses, assets and liabilities with respect to the operation of the Region and the School Board are not reflected in these consolidated financial statements.

(iii) Trust funds:

Trust funds and their related operations administered by the District are not included in these consolidated financial statements.



## **DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### **1. Significant accounting policies (continued):**

(b) Basis of accounting:

The District follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

(c) Revenue recognition:

The District recognizes revenue in accordance with the provisions of the Community Charter. The District is required to act as the agent for the collection of certain taxes and fees imposed by other authorities. Collections for other authorities are excluded from the District's taxation revenues.

The District is entitled to collect interest and penalties on overdue taxes. This revenue is recorded in the period the interest and penalties are levied.

Revenue from the sales of services and user charges, as well as other revenue, are recorded as revenue when the performance obligations are met.

Revenue unearned in the current period is reported on the consolidated statement of financial position as deferred revenue.

(d) Investment income:

Investment income is reported as revenue in the period earned. When required by the funding agency or related Act, investment income earned on deferred revenue is added to the investment and forms part of the deferred revenue balance.

(e) Cash and cash equivalents:

Cash equivalents include short-term highly liquid investments with a term to maturity of 90 days or less at acquisition.

(f) Non-financial assets:

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



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**1. Significant accounting policies (continued):**

(f) Non-financial assets (continued):

(i) Tangible capital assets:

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land, are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful life - years
Building and site improvements	10 - 50
Machinery and equipment	5 - 25
Road infrastructure	15 - 40
Water and sanitary sewer infrastructure	15 - 40

Annual amortization is charged in the year that an asset becomes available for productive use and in the year of disposal.

Assets under construction are not amortized until the asset is available for productive use.

(ii) Contributions to tangible capital assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue.

(iii) Interest capitalization:

The District does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.

(iv) Land held for resale:

Land held for sale is recorded at the lower of cost and net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing.

(v) Inventories:

Inventories consist of crushed gravel and sand. Inventories are valued at the lower of cost and replacement cost with cost determined using a moving average basis.



## DISTRICT OF HUDSON'S HOPE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### 1. Significant accounting policies (continued):

#### (g) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value as at the reporting date. All other financial instruments are subsequently measured at cost or amortized cost, unless the District has elected to carry the instruments at fair value. The District has not elected to carry any such financial instruments at fair value.

Unrealized changes in fair value would be recognized on the consolidated statement of remeasurement gains and losses. They are recorded in the consolidated statement of operations when they are realized. There are no unrealized changes in fair value as at December 31, 2024 and December 31, 2023. As a result, the District does not have a consolidated statement of remeasurement gains and losses.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. Transaction costs incurred on the acquisition of financial instruments recorded at cost or amortized cost are included in the cost.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the consolidated statement of operations.

#### (h) Use of estimates:

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Items subject to such estimates and assumptions include the carrying amount of tangible capital assets, accounts payable and accrued liabilities and asset retirement obligations. Actual results could differ from these estimates.



## DISTRICT OF HUDSON'S HOPE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### 1. Significant accounting policies (continued):

(i) Contaminated sites:

Contaminated sites are defined as the result of contamination being introduced in air, soil, water or sediment of a chemical, organic, or radioactive material or live organism that exceeds an environmental standard.

A liability for remediation of contaminated sites is recognized, net of any expected recoveries, when all of the following criteria are met:

- i) an environmental standard exists;
- ii) contamination exceeds the environmental standard;
- iii) the organization is directly responsible or accepts responsibility for the liability;
- iv) future economic benefits will be given up, and
- v) a reasonable estimate of the liability can be made.

(j) Asset retirement obligations:

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.

The recognition of a liability resulted in an accompanying increase to the respective tangible capital assets. The increase to the tangible capital assets is being amortized in accordance with the amortization policies outlined in (f)(i).

(k) Government transfers:

Government transfers, which include legislative grants, 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. Transfer revenue is recognized in the statements of operations as stipulations for liabilities are settled.



## DISTRICT OF HUDSON'S HOPE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

### 1. Significant accounting policies (continued):

#### (l) Change in accounting policy:

On January 1, 2024, the District adopted Canadian public sector accounting standard PS 3400 Revenue. The new accounting standard establishes a single framework to categorize revenue to enhance the consistency of revenue recognition and its measurement. As at December 31, 2024, the District determined that the adoption of this new standard did not have an impact on the amounts presented in the financial statements.

### 2. Cash and cash equivalents:

The District has established a \$200,000 operating line of credit, which bears interest at prime and is secured by term deposits and accounts receivable. As at December 31, 2024 borrowing against the operating line of credit was nil (2023 - nil).

	2024	2023
Cash	\$ 1,505,517	\$ 686,692
Short-term investments	9,173,273	7,116,595
	<b>\$ 10,678,790</b>	<b>\$ 7,803,287</b>

### 3. Accounts receivable:

	2024	2023
Grants	\$ 120,333	\$ 1,163,736
Sales tax	39,037	76,341
Other	23,480	21,770
Taxes	73,239	65,561
	<b>\$ 256,089</b>	<b>\$ 1,327,408</b>



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**4. Accounts payable and accrued liabilities:**

	2024	2023
Accounts payable - trade	\$ 289,435	\$ 105,971
Wages and related costs payable	155,467	136,080
Government remittances	15,678	1,183
Cemetery	1,825	2,725
	<b>\$ 462,405</b>	<b>\$ 245,959</b>

**5. Deferred revenue:**

	2024	2023
Partnering relationship agreement	\$ 491,763	\$ 501,078
Province of BC	736,306	552,015
Northern Health	10,378	-
	<b>\$ 1,238,447</b>	<b>\$ 1,053,093</b>

**6. Asset retirement obligation:**

The District owns and operates several buildings, as well as water and sewer infrastructure that are known to have hazardous material, which represents a health hazard upon demolition or removal of the assets and there is a legal obligation to remove it. Following the adoption of PS 3280 - Asset Retirement Obligations, the District recognized an obligation relating to the removal and post-removal care of the hazardous materials in the amount of \$702,456.



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**7. Tangible capital assets:**

	2024							
	Land	Buildings and site improvements	Machinery and equipment	Road infrastructure	Water infrastructure	Sanitary sewer infrastructure		Total
<b>Cost:</b>								
Balance, beginning of year	\$ 2,173,987	\$ 10,746,502	\$ 8,555,869	\$ 7,090,589	\$ 8,876,378	\$ 4,763,386		\$ 42,206,711
Additions	7,131	226,766	863,597	19,246	250,602	12,544		1,379,886
Disposals	-	(28,443)	(235,473)	-	-	-		(263,916)
Balance, end of year	2,181,118	10,944,825	9,183,993	7,109,835	9,126,980	4,775,930		43,322,681
<b>Accumulated amortization:</b>								
Balance, beginning of year	-	4,891,930	4,049,167	4,057,985	2,966,544	1,037,338		17,002,964
Amortization expense	-	255,457	455,456	135,764	396,725	114,547		1,357,949
Disposal	-	(21,523)	(230,044)	-	-	-		(251,567)
Balance, end of year	-	5,125,864	4,274,579	4,193,749	3,363,269	1,151,885		18,109,346
Net book value, end of year	\$ 2,181,118	\$ 5,818,961	\$ 4,909,414	\$ 2,916,086	\$ 5,763,711	\$ 3,624,045		\$ 25,213,335



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**7. Tangible capital assets (continued):**

	2023							
	Land	Building and site improvements	Machinery and equipment	Road infrastructure	Water infrastructure	Sanitary sewer infrastructure		Total
<b>Cost:</b>								
Balance, beginning of year	\$ 1,888,077	\$ 10,979,536	\$ 7,116,080	\$ 6,892,156	\$ 11,239,536	\$ 4,393,646		\$ 42,509,031
Additions	285,910	54,670	1,575,945	198,433	988,561	82,036		3,185,555
Disposals	-	-	(136,156)	-	-	-		(136,156)
Write down of water plant	-	-	-	-	(3,351,719)	-		(3,351,719)
Transfers	-	(287,704)	-	-	-	287,704		-
Balance, end of year	2,173,987	10,746,502	8,555,869	7,090,589	8,876,378	4,763,386		42,206,711
<b>Accumulated amortization:</b>								
Balance, beginning of year	-	4,780,400	3,747,179	3,928,030	2,869,450	767,794		16,092,853
Amortization expense	-	256,696	393,893	129,955	350,414	124,378		1,255,336
Disposal	-	-	(91,905)	-	-	-		(91,905)
Write down of water plant	-	-	-	-	(253,320)	-		(253,320)
Transfers	-	(145,166)	-	-	-	145,166		-
Balance, end of year	-	4,891,930	4,049,167	4,057,985	2,966,544	1,037,338		17,002,964
Net book value, end of year	\$ 2,173,987	\$ 5,854,572	\$ 4,506,702	\$ 3,032,604	\$ 5,909,834	\$ 3,726,048		\$ 25,203,747



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**8. Land held for resale:**

Land held for resale consists of four lots in relation to the Lucas subdivision.

	2024	2023
Balance, beginning of year	\$ 88,363	\$ 112,683
Sales of lots, at cost	-	(24,320)
<b>Net book value, end of year</b>	<b>\$ 88,363</b>	<b>\$ 88,363</b>

**9. Accumulated surplus:**

	2024	2023
<b>Surplus (deficit):</b>		
Invested in tangible capital assets	\$ 24,510,879	\$ 24,501,291
General fund	5,275,228	5,408,693
Water utility fund	42,790	(1,608,266)
Sanitary sewer utility fund	104,438	100,738
	<b>29,933,335</b>	<b>28,402,456</b>
<b>Reserve funds set aside for specific purposes by Council:</b>		
Public works, infrastructure and equipment	2,304,204	2,346,506
General capital and office equipment	63,632	71,998
Water capital, infrastructure and equipment	26,185	82,488
Sewer capital, infrastructure and equipment	109,124	119,038
Tax sale properties	230,759	227,196
Community hall	185,110	184,905
Land	427,648	424,675
Growing Communities Fund	671,237	766,646
	<b>4,017,899</b>	<b>4,223,452</b>
	<b>\$ 33,951,234</b>	<b>\$ 32,625,908</b>



## DISTRICT OF HUDSON'S HOPE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### 10. Commitments and contingencies:

- (a) The District is responsible, as a member of the Peace River Regional District, for its portion of any operating deficits or capital debt related to functions in which it participates. Management does not consider payment under this contingency to be likely and therefore no amounts have been accrued.
- (b) The District and its employees contribute to the Municipal Pension Plan (a jointly trustees 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, 2023, the plan has about 256,000 active members and approximately 129,000 retired members. Active members include approximately 45,000 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 then adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The District paid \$148,902 (2023 - \$134,906) for employer contributions to the Plan in fiscal 2024.

The next valuation will be as at December 31, 2024.

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.

## **DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### **10. Commitments and contingencies (continued):**

- (c) The District is obligated to collect and transmit property taxes levied on Hudson's Hope taxpayers in respect of the following bodies:

Ministry of Education, Province of British Columbia  
Peace River Regional District  
British Columbia Assessment Authority  
Municipal Finance Authority  
Peace River Regional Hospital District  
Royal Canadian Mounted Police

- (d) The District is a participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claim in excess of premiums received, it is possible that the District, along with other participants, would be required to contribute toward the deficit. Management does not consider external payment under this contingency to be likely and therefore no amounts have been accrued.
- (e) The District has entered into a contract with Hudson's Hope Public Library Association (the "Library") to provide financial assistance to the Library for library services. The term of the contract is for four years commencing on January 1, 2022 with annual payments consisting of \$125,638 plus 1.7% per year to be paid to the Library
- (f) The District has entered into a contract with Hudson's Hope Historical Society and Museum (the "Museum") to provide financial assistance towards the operations of the Museum. The term of the contract is three years commencing on May 31, 2022 with annual payments consisting of \$87,576 plus 1.5% per year to be paid to the Museum.
- (g) The District may, from time to time, be involved in legal proceedings, claims and litigation that arise in the normal course of business. At December 31, 2024, there is a claim outstanding and management has determined the outcome to be undeterminable and thus no accrual has been recorded. It is considered that the potential claim would not materially affect the District's financial statements and any amounts ultimately settled will be recorded in the period which the claim is resolved.



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**11. Net taxation revenue:**

The District is required to collect taxes on behalf of and transfer these amounts to the government agencies noted below:

	2024	2023
Taxes collected:		
General purposes	\$ 4,305,667	\$ 2,720,274
Collections for other governments	3,951,286	3,746,272
	<u>8,256,953</u>	<u>6,466,546</u>
Less transfers to other governments:		
Province of British Columbia - school taxes	3,222,905	3,077,091
Peace River Regional District	268,632	253,824
Peace River Regional Hospital District	286,540	260,001
Royal Canadian Mounted Police	118,112	107,311
B.C. Assessment Authority	44,175	42,292
Municipal Finance Authority	100	92
	<u>3,940,464</u>	<u>3,740,611</u>
	<u>\$ 4,316,489</u>	<u>\$ 2,725,935</u>

**12. Sales of services and user charges:**

The District recognizes sales of services and user charges as revenues in the period in which the services are provided. The sales of services and user charges reported on the consolidated statement of operations and accumulated surplus are as follows:

	2024	2023
Water utility	\$ 129,456	\$ 128,201
Sewer system	78,245	82,635
General government services	169,241	139,066
Planning, development and bylaw services	8,320	10,234
Environmental and public health services	88,383	86,046
Recreation and cultural services	114,540	111,623
	<u>\$ 588,185</u>	<u>\$ 557,805</u>



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**13. Government transfers:**

	2024	2023
Revenue:		
Provincial grants:		
BC South Peace Mackenzie Economic Diversification and Stabilization Trust	\$ -	\$ 112,500
Growing Communities Fund	-	905,000
Climate Action revenue incentive program grant	-	48,083
BC Hydro	49,730	1,076,349
Federation of Canadian Municipalities	10,000	10,000
Peace River agreement - Fair Share	679,958	702,814
Small Community grant	350,500	314,000
Tourism BC grant	18,750	15,000
Local Government Infrastructure and Engineering	-	20,485
Canada Summer Student grant	12,065	25,786
Economic Development Capacity Building grant	47,619	-
Capacity Funding for Local Government Housing	72,431	-
Self Contained Breathing Apparatus Replacement	24,182	-
Indigenous Engagement grant	11,670	-
Local Government Development grant	22,000	-
Kendrick Lift Station upgrade grant	67,188	-
ESS Mobility LGPS grant	13,088	-
	1,379,181	3,230,017
Federal grants:		
Gas tax	107,033	107,461
	\$ 1,486,214	\$ 3,337,478

**14. Trust fund:**

The District maintains a cemetery perpetual care fund in accordance with the Cemeteries and Funeral Services Act. As at December 31, 2024, the trust fund balance for both the liability and its corresponding term deposit is \$19,530 (2023 - \$19,074).



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**15. Budget data:**

The budget data presented in these consolidated financial statements is based upon the 2024 operating and capital budgets approved by Council on May 6, 2024. Amortization was not contemplated on development of the budget and, as such, has not been included. The table below reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	Budget amount
<b>Revenues:</b>	
Operating budget	\$ 8,176,356
Capital operations budget	3,304,675
<b>Less:</b>	
Transfers from other funds	(1,497,559)
Transfers from reserves	(1,921,134)
	<u>8,062,338</u>
<b>Expenses:</b>	
Operating budget	8,176,356
Capital operations budget	3,304,675
<b>Less:</b>	
Transfers to reserves	(281,464)
Capital expenditures	(3,304,675)
	<u>7,894,892</u>
	<u>\$ 167,446</u>



## **DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### **16. Significant taxpayers:**

The District derives a significant portion of its taxation revenue from the utility sector. Any changes in this sector could have an impact on the ongoing operations of the District.

### **17. Segmented information:**

Segmented information has been identified based upon lines of services provided by the District. District services are provided by the departments and their activities are reported by functional area in the body of the consolidated financial statements. Certain lines of services that have been separately disclosed in the segmented information, are as follows:

(i) General Government Services and Administration:

The general government services and administration provides the functions of corporate administration and legislative services and any other functions categorized as non-departmental in the District.

(ii) Protective Services:

Protective services is comprised of the fire department and other community protection costs incurred by the District.

(iii) Public Works Services:

The public works department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, the maintenance of parks and open space, and street lighting in the District.

(iv) Environmental and Public Health Services:

Environmental and public health services is responsible for environmental programs such as waste management, which encompasses garbage collection and recycling. This segment is also responsible for rental of the doctor's office in the District.



## DISTRICT OF HUDSON'S HOPE

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### 17. Segmented information: (continued):

(v) Environment Development Services:

Environmental development services is responsible for community and economic development, in regard to community development projects.

(vi) Planning, Development and Bylaw Services:

Planning, development and bylaw services is responsible for community planning (OCP), zoning, bylaw enforcement, animal control and building inspection in the District.

(vii) Recreation and Culture Services:

Recreational and cultural services provides various recreational and cultural opportunities to the residents and visitors of the District, including the library, pool, arena, community hall, tourism information centre and museum.

(viii) Water Utility and Sanitary Sewer Systems:

The water utility installs and maintains water mains, pump stations and the water treatment plant. The treatment and distribution of water in the District is included in this segment. The sanitary sewer utility installs and maintains sewer mains, lift stations and the sewage treatment facility. The collection and treatment of sewage in the District is included in this segment.

Certain allocation methodologies are employed in the preparation of segmented financial information. Taxation and payments-in-lieu of taxes are allocated to the segments based on the segment that generated the revenue. Development charges earned and developer contributions received were allocated to the segment for which the charge was collected.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in note 1.



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**17. Segmented information: (continued):**

	2024								
	General Government Services and Administration	Protective Services	Public Works Services	Environmental and Public Health Services	Environmental Development Services	Planning, Development and Bylaw Services	Recreation and Culture Services	Water Utility and Sanitary Sewer System	Total
<b>Revenue:</b>									
Taxation	\$ 4,316,489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,316,489
Government transfers	1,453,299	-	-	-	-	-	-	32,915	1,486,214
Grants in lieu	2,129,729	-	-	-	-	-	-	-	2,129,729
Sales of services and user charges	167,391	-	-	88,382	-	10,370	111,740	210,302	588,185
Other	169,613	-	-	-	-	-	-	-	169,613
<b>Total revenues</b>	<b>8,236,521</b>	<b>-</b>	<b>-</b>	<b>88,382</b>	<b>-</b>	<b>10,370</b>	<b>111,740</b>	<b>243,217</b>	<b>8,690,230</b>
<b>Expenses:</b>									
Salaries, wages and employee benefits	964,865	246,391	1,177,765	-	-	-	316,413	240,588	2,946,022
Operating	346,450	188,617	301,724	62,402	55,477	41,252	591,777	648,299	2,235,998
Legislature	195,621	-	-	-	-	1,579	-	-	197,200
Amortization	834,954	-	-	-	-	-	-	522,995	1,357,949
Insurance	233,679	3,334	47,457	-	-	2,143	910	-	287,523
Professional services	70,790	31,789	-	-	-	172,614	-	-	275,193
Garbage disposal	-	-	-	65,019	-	-	-	-	65,019
<b>Total expenses</b>	<b>2,646,359</b>	<b>470,131</b>	<b>1,526,946</b>	<b>127,421</b>	<b>55,477</b>	<b>217,588</b>	<b>909,100</b>	<b>1,411,882</b>	<b>7,364,904</b>
<b>Annual surplus (deficit)</b>	<b>\$ 5,590,162</b>	<b>\$ (470,131)</b>	<b>\$ (1,526,946)</b>	<b>\$ (39,039)</b>	<b>\$ (55,477)</b>	<b>\$ (207,218)</b>	<b>\$ (797,360)</b>	<b>\$ (1,168,665)</b>	<b>\$ 1,325,326</b>



**DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

**17. Segmented information: (continued):**

	2023									
	General Government Services and Administration	Protective Services	Public Works Services	Environmental and Public Health Services	Environmental Development Services	Planning, Development and Bylaw Services	Recreation and Culture Services	Water Utility and Sanitary Sewer System		Total
<b>Revenue:</b>										
Taxation	\$ 2,725,935	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	2,725,935
Government transfers	2,909,945	-	-	-	-	-	-	427,533	-	3,337,478
Grants in lieu	2,017,538	-	-	-	-	-	-	-	-	2,017,538
Sale of services and user charges	130,017	-	-	86,045	-	11,584	109,323	220,836	-	557,805
Other	174,066	-	-	-	-	-	-	-	-	174,066
<b>Total revenue</b>	<b>7,957,501</b>	<b>-</b>	<b>-</b>	<b>86,045</b>	<b>-</b>	<b>11,584</b>	<b>109,323</b>	<b>648,369</b>	<b>-</b>	<b>8,812,822</b>
<b>Expenses:</b>										
Salaries, wages and employee benefits	787,385	171,534	1,230,357	-	-	-	271,498	221,576	-	2,682,350
Operating	233,988	150,655	364,508	29,100	38,984	39,307	586,024	4,476,148	-	5,918,714
Legislature	137,998	-	-	-	-	4,390	-	-	-	142,388
Amortization	767,481	-	-	-	-	-	-	487,854	-	1,255,335
Interest	2,939	-	-	-	-	-	-	-	-	2,939
Insurance	148,416	3,210	45,495	-	-	2,143	181	-	-	199,445
Professional services	51,757	17,735	-	-	-	38,508	-	-	-	108,000
Garbage disposal	-	-	-	6,034	-	-	-	-	-	6,034
<b>Total expenses</b>	<b>2,129,964</b>	<b>343,134</b>	<b>1,640,360</b>	<b>35,134</b>	<b>38,984</b>	<b>84,348</b>	<b>857,703</b>	<b>5,185,578</b>	<b>-</b>	<b>10,315,205</b>
<b>Annual surplus (deficit)</b>	<b>\$ 5,827,537</b>	<b>\$ (343,134)</b>	<b>\$ (1,640,360)</b>	<b>\$ 50,911</b>	<b>\$ (38,984)</b>	<b>\$ (72,764)</b>	<b>\$ (748,380)</b>	<b>\$ (4,537,209)</b>	<b>\$ -</b>	<b>\$ (1,502,383)</b>



## **DISTRICT OF HUDSON'S HOPE**

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

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### **18. Comparative information**

Certain 2023 comparative information has been reclassified. The changes had no impact on prior year annual deficit.



**DISTRICT OF HUDSON'S HOPE**

Schedule 1 - COVID-19 Safe Restart Grant

Year ended December 31, 2024  
(Unaudited)

In November 2020, the District of Hudson's Hope was the recipient of a \$499,000 grant under the COVID-19 Safe Restart for Local Governments program from the Province of BC. Due to the conditions of use this grant funding allows local governments to use the funding where the greatest need arises, the initial \$499,000 amount received was considered revenue in 2020 and included in grant revenue on the consolidated statement of operations and accumulated surplus. The District allocated \$83,182 within 2024 to cover operational costs and technology upgrades within the District.

	2024
Balance of COVID-19 Safe Restart grant funds at December 31, 2023	\$ 178,018
Less amount utilized in 2024:	
12 office computers and monitors and 3 desks	9,919
Council Chambers live stream system (2 year project)	15,286
E-Scribe software (Council meeting report writer)	6,720
Protective Services/Emergency Management/Bylaw Enforcement (wages, training & travel)	40,000
Software and website upgrades and HR downloads and EHQ basic	11,257
	83,182
Amounts allocated for 2025:	
12 office computers or laptops and monitors	14,081
Council Chambers live stream system (2 year project)	4,714
Council Chambers renovation (chairs, electrical, TV's)	40,000
Software and website upgrades	36,041
Total 2025 allocation of COVID-19 Safe Restart grant	94,836
Remaining COVID-19 Safe Restart grant	\$ -



**DISTRICT OF HUDSON'S HOPE**  
 Schedule 2 - Growing Communities Fund

Year ended December 31, 2024  
 (Unaudited)

The Province of British Columbia distributed conditional Growing Communities Fund (GCF) grants to communities at the end of March 2023 to help local governments build community infrastructure and amenities to meet the demands of population growth. The GCF provided a one-time total of \$1 billion in grants to all 161 municipalities and 27 regional districts in British Columbia.

The District received \$905,000 of GCF funding in March 2023.

	2024
Growing Communities Fund carried forward	\$ 766,646
Interest	13,940
	<u>780,586</u>
Less amount utilized in 2024:	
Arena upgrade - fire alarm	67,566
Arena upgrade - kitchen	1,000
Curling rink freon	4,771
Curling rink compressor	36,012
	<u>671,237</u>
Future project expenditures:	
Arena upgrade - disconnect	13,000
Arena upgrade - fire alarm	12,434
Arena upgrade - freon	27,500
Arena upgrade - kitchen	9,000
Berly Prairie water	60,000
Community hall feasibility	109,427
Curling rink freon	22,729
Residential water stands keypad (2)	25,000
Water treatment plant design	296,445
Water treatment plant general	65,602
Future projects unallocated	30,100
	<u>671,237</u>
	<u>\$ -</u>