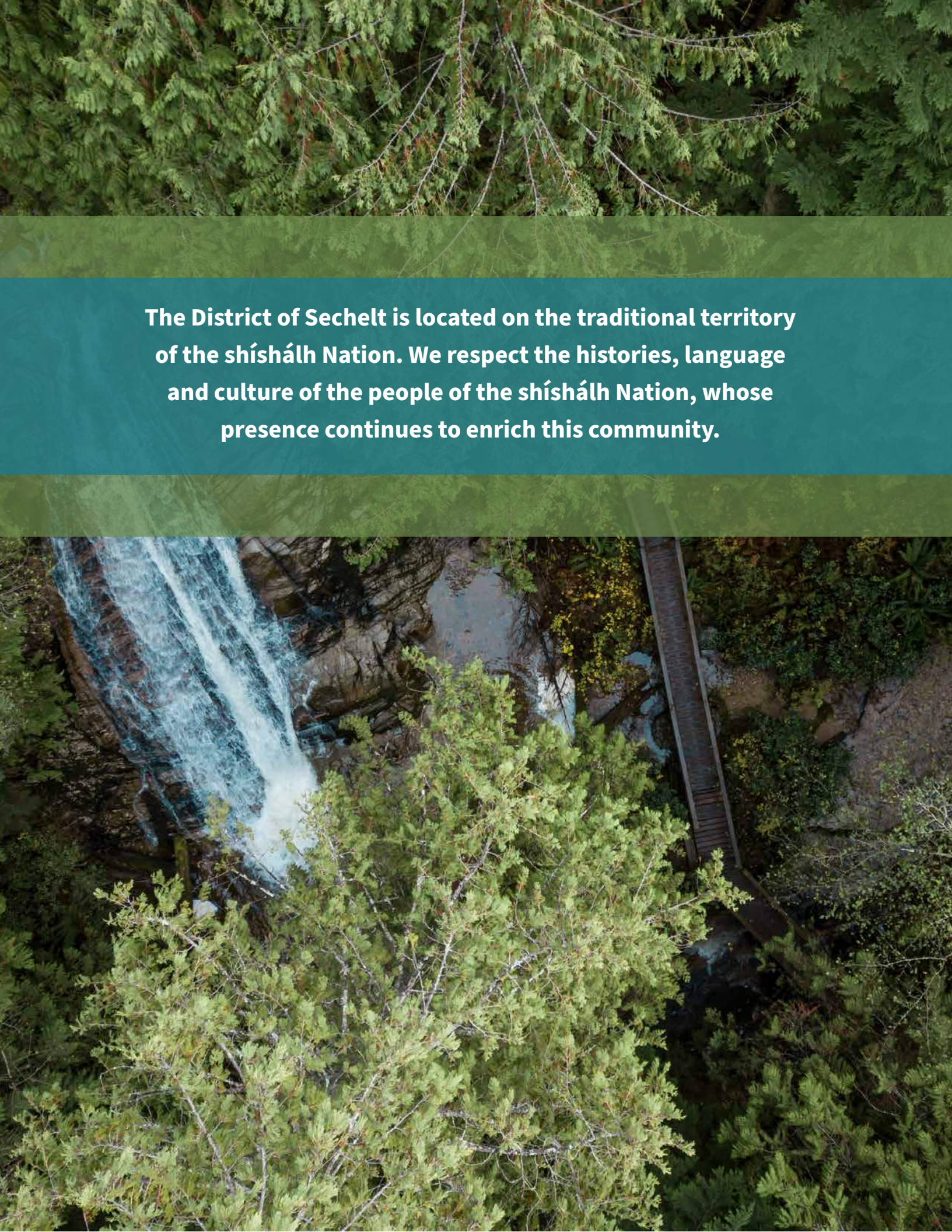


2024 ANNUAL REPORT



District of
SECHELT

Cowrie Street

An aerial photograph of a lush forest. In the upper left, a waterfall cascades down a rocky ledge into a pool of water. A wooden boardwalk or path winds through the trees on the right side. The forest is composed of various types of evergreen trees, with some showing vibrant green and others a more muted, brownish-green. The overall scene is serene and natural.

The District of Sechelt is located on the traditional territory of the shíshálh Nation. We respect the histories, language and culture of the people of the shíshálh Nation, whose presence continues to enrich this community.

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Sechelt Municipal Hall



WELCOME TO SECHELT

Vision

Sechelt is an inclusive, resilient and economically vibrant community that leads in environmental stewardship and climate adaptation; we are grounded in community and deep connection to the environment.

We foster innovation and support safe and welcoming neighbourhoods where everyone who lives here can make a living, find suitable housing, and get around easily and safely.

Core Values

The following core values guide Council communication and decisions.

Caring and Sharing Community

Environmental Sustainability

Emergency Preparedness

WHO ARE WE

The District of Sechelt is located on the Sunshine Coast in the swiya (world, birthplace, territory) of the shíshálh people, in southwestern British Columbia. With a population around of 11,000, the community of Sechelt strikes a unique economic balance between small-scale manufacturing, retail and service sectors, tourism, and industrial uses. Only accessible by ferry or small passenger plane and float plane, Sechelt sits in the heart of the peninsula, with the Salish Sea on one side and the Sechelt Inlet on the other.

Famous for its relaxed seaside vibe, Sechelt is truly a community that has it all. With a vibrant arts community, entrepreneurial spirit and strong community values, we subscribe to the art of living well. It is quickly emerging as a hub for outdoor enthusiasts offering easy access to tidal, fresh water and backcountry adventures.

We are a growing community committed to smart and sustainable development. With a business-friendly approach and a supportive municipal council, the District of Sechelt works collaboratively with residents, developers and business owners to streamline processes and pave the way to success.

We are Sechelt. We are...

The
heart
of the
**Sunshine
Coast.**



Message from Mayor & Council

It is with great pleasure that we present the 2024 Annual Report, showcasing the achievements and progress made over the past year. This report reflects our unwavering commitment to enhancing the quality of life in Sechelt and advancing the strategic priorities set by Council in 2023.

Housing

In 2024, Council approved multiple rezoning and Official Community Plan (OCP) amendments to support new townhouse and apartment units, including key projects on Shoal Way, Reef Road and Mills Road.

The homes we approve today will be the housing stock that takes us through the next few decades. Near the end of 2024, an update to the Official Community Plan was launched with 'Complete Communities Day' to engage residents about their vision for Sechelt.

Safety

Ensuring the safety and well-being of our community remains a top priority. In 2024, we installed security cameras in Friendship Park and renewed the community security patrol contract. Coordinated efforts were made with the RCMP to address derelict vehicles and encampment areas, improving the cleanliness and safety in and around the downtown core.

We know that municipalities and cities across the country are struggling with a variety of complex challenges, including the safety and wellness of their residents. These issues are a priority for the District of Sechelt. Members of Council along with District staff spearheaded a community safety group comprised of key local partners. The Community Safety Working Group meets monthly with the mission to create safety for everyone in Sechelt through advocacy, education, engagement and evaluation. The committee identifies opportunities for the District of Sechelt to take a leadership role in increasing safety and improving well-being for all.

Additionally, Council awarded community grants to various organizations and hosted public meetings to discuss safety concerns, fostering a collaborative approach to community wellness.



Downtown Sechelt

Financial Balance

Sustaining financial stability is essential for the continued growth and development of Sechelt. In 2024, we presented the annual budget and applied for various grants to support community initiatives, including the Complete Communities and Connecting Sechelt Youth grants. We launched invoice automation and integrated budgeting software to streamline financial processes, improving efficiency and accessibility.

Environment

Council's commitment to environmental sustainability is reflected in the numerous initiatives undertaken in 2024. We installed new electric vehicle charging stations and planted trees as part of roadworks projects, contributing to a greener community. We implemented green IT initiatives, prioritizing cloud-based services and repurposing equipment to reduce our environmental footprint.

We participated in regional climate action planning and hosted public lectures on topics such as urban forests in a changing climate.

Vibrant Downtown

A vibrant downtown core is essential for the cultural and economic vitality of Sechelt. In 2024, we advanced rental housing projects, including Greencourt on Medusa Street and Telus Living on Inlet Avenue, which will include ground floor commercial space. We supported local events such as the Farmers' & Artisans' Market and hosted community events to enhance downtown vibrancy.

The support of Council towards arts initiatives, including the Sechelt Arts Festival and the Festival of Lights Parade, has brightened many of our downtown spaces and fostered a fun sense of community.

From enhancing our urban forests, to approving a variety of housing, to creating safer active transportation routes, there is a lot to be proud of in how Sechelt has worked together to connect.

We extend our gratitude to all interest groups, partners, volunteers and residents for their continued support, participation and collaboration. We thank the many members of our community who do a multitude of things, small and large, every day all with the goal of creating a great Sechelt now and shaping a bright future for generations to come.

Sincerely,

Mayor & Council
District of Sechelt

Message from the Chief Administrative Officer



On behalf of the staff at the District of Sechelt, I am honoured to present the 2024 Annual Report. This report encapsulates the projects and initiatives undertaken over the past year that have both enhanced our community and ensured its smooth operation.

2024 was a year of momentum - advancing housing solutions, progressing infrastructure replacement, completing vital projects and laying the groundwork for future developments. Resources dedicated to maintaining and improving roads, sewer and wastewater systems and transportation networks continue to be a priority.

Among the year's notable achievements, we saw the substantial completion of major capital projects, including the active transportation networks on Mason and Reef roads. Additionally, construction began on two key apartment housing projects in the downtown core, laying the groundwork for future developments.

Supporting more housing options continued to be an important theme throughout the year. The District advocated for greater housing support at all levels of government. We focused on updating building and zoning bylaws to streamline the development of missing-middle housing, aligned zoning regulations with the Province's new small-scale multi-unit housing program, and began transitioning our development permitting process from manual to automated. With support from a consultant, we produced a housing needs report which identified a necessity for an additional 2,900 new housing units in Sechelt by 2041.

Our staff worked diligently on Council's priorities, and I am pleased to note that this annual report highlights several completed projects and initiatives from the Strategic Plan. As we look forward to completing more projects in 2025, we remain committed to advancing of Council's priorities and celebrating new opportunities that come our way.

Through resilience and persistence, I am extremely proud of our senior managers and all staff for their innovative solutions to challenges. Their dedication and teamwork have been instrumental in achieving our goals and creating a positive working environment.

A handwritten signature in black ink, appearing to read 'A. Yeates', written in a cursive style.

Andrew Yeates
Chief Administrative Officer



Sechelt Municipal Hall and Public Library

Mayor and Council



Councillor
Donna Bell



Mayor
John Henderson



Councillor
Darren Inkster



Councillor
Dianne McLaughlan



Councillor
Brenda Rowe



Councillor
Adam Shepherd



Councillor
Alton Toth

STRATEGIC PRIORITIES

The Strategic Plan is a statement of the District's overall vision and priorities. It provides a roadmap for Council, staff and the community to support implementation of six key strategic priorities:



1. Effective Growth



2. Housing



3. Community Safety & Well-Being



4. Ensuring Financial Balance



5. Commitment to Climate Change Mitigation, Adaptation and the Preservation of the Natural Environment



6. Fostering a Vibrant Downtown Core

Read Council's detailed Strategic Plan at sechelt.ca/en/our-government/strategic-plan.aspx

2024 Strategic Goals and Accomplishments



Effective Growth

What we did in 2024 to achieve this:

- Adopted zoning changes to support Small-Scale Multi-Unit Housing.
- Presented the Official Community Plan (OCP) kickstart project plan at the Committee of the Whole meeting.
- Hosted Complete Communities Day in May to share plans for review of the Official Community Plan and other important housing policy initiatives.
- Partnered with the shísháhl Nation and the Sunshine Coast Regional District to conduct a Community Land Development Analysis (CLDA) focused on servicing and land use in the Sechelt area. The CLDA is the background technical analysis that will form the foundation for the renewal of the Official Community Plan.
- Built an emergency culvert replacement on Fairway Avenue.
- Completed Active Transportation projects in West Sechelt, Reeves Road, Crowston Road and part of Ripple Way.
- Continued developing the Airport Master Plan by working with various stakeholder groups including the Airport Development Select Committee.
- Installed new IT network infrastructure in the Municipal Hall server room.
- Replaced the roof of the Justice Services Building.
- Prepared bylaw amendments for a new Francophone School (SD No. 93) on Medusa Street.
- Approved a Development Permit for a childcare facility on Cowrie Street.
- Distributed community grants to recipients.
- Gathered information about mobile vending via survey to better serve the needs of the community.
- Completed the planning phase and design phases of the SharePoint project. The SharePoint Hub Structure is complete.



Students on Mason



Mayor for a day



Wakefield culvert replacement



Housing

What we did in 2024 to achieve this:

- Adopted Official Community Plan Amendment Bylaw No. 492-35 for density calculation to streamline development of missing middle housing.
- Partnered with a consultant to complete the 2024 Housing Needs Report, which identified that 2,900 new housing units would be needed in Sechelt by 2041 to support planned growth.
- Updated Housing Needs Report endorsed by Council, providing direction for housing choices and effective growth.
- Amended Business Licence Bylaw to clarify new provincial regulations to restrict un-hosted short-term rentals in residential zones.
- Approved rezoning and OCP amendment for 117 townhouse units on Shoal Way.
- Received third reading for rezoning application for 89 apartment units and commercial space at 5700 East Porpoise Bay.
- Referred the rezoning for townhomes on McCourt Road to the Advisory Planning Commission in advance of consideration by Council.
- Approved rezoning and OCP amendment for 49 townhouse units on Reef Road.
- Adopted rezoning for an eight-lot subdivision on Mills Road.
- Commenced development permit process project to convert from manual processing to an automated system, making the process more efficient.





Rockwood Lodge



Community Forest grant to Affordable Housing Society



Community Safety & Well-Being

What we did in 2024 to achieve this:

- Installed four security cameras near the Friendship Park washrooms.
- Coordinated the Community Select Committee in collaboration with key local partners.
- Renewed security patrol contract and began collecting data to assess coverage and effectiveness.
- Coordinated with the RCMP to remove derelict vehicles on Hightide Avenue, improving cleanliness and public safety in the area.
- Created a plan for monitoring and cleaning the encampment area on Hightide Avenue. This involves outreach and weekly visits with the occupants of the area, including a weekly clean-up of garbage and discarded items.
- Reviewed enforcement on property maintenance concerns and complaints related to unsightly properties.
- Reviewed parking concerns in areas of West Sechelt and the downtown core.
- Received BC Air Access Grant that provides a safer option on approach and take off for planes at the Sechelt Airport using a new GPS Approach system.
- Drafted the Sunshine Coast Community Forest (SCCF) Dividend Policy and referred to the SCCF Board.
- Awarded \$111,000 in Sunshine Coast Community Forest Legacy Grants to eight community organizations.
- Hosted two public meetings to discuss public safety issues in the downtown area.
- Approved a five-year agreement with Sunshine Coast Museum and Archives for the maintenance and operation of Sechelt's Community Archives.
- Released the District of Sechelt full Governance Audit Report to the public.
- Participated in all three Sunshine Coast Regional Accessibility Advisory Committee Meetings.
- Launched a new Community Safety section on the District website providing information and resources.
- Presented the Sechelt Festival of the Arts in an updated format.
- Donated art space in Rockwood Lodge to local artists as a venue for the annual Sunshine Coast Art Crawl.
- Recruited and coordinated volunteers to serve on the 2025 Community Investment Program Grant Review Committee.



Ensuring Financial Balance

What we did in 2024 to achieve this:

- Prepared 2023 audit field work.
- Completed 2023 Financial Statements.
- Presented 2024 Budget, later approved by Council.
- Applied for and received Complete Communities and Connecting Sechelt Youth grants.
- Applied for and received a grant to support 2024 syiyaya Days and Sechelt Summer Music Series from the BC Fairs, Festivals and Events Fund.
- Prepared and distributed the 2024 property tax notices.
- Presented the 2023 Audited Financial statements and the 2023 Statement of Financial Information (SOFI) to Council, which were subsequently approved.
- Initiated invoice automation to streamline the invoice and payment process.
- Integrated Questica budgeting software with VADIM, the District's financial software.
- Migrated VADIM financial software to the cloud.
- Presented the draft 2025 Budget on December 18, 2024.
- Conducted field work in mid-November in preparation for the 2024 year-end audit.



Hackett Park stage



Mission Point Park



Commitment to Climate Change Mitigation, Adaptation and the Preservation of the Natural Environment

What we did in 2024 to achieve this:

- Drafted Wildfire Development Permit Area for inclusion in the new OCP.
- Planted 47 trees as part of the community Request-A-Tree program.
- Installed an electric vehicle charging station for two vehicles at Municipal Hall.
- Planted 16 trees using structural cells as part of the Inlet Avenue roadwork project.
- Rebuilt stormwater ponds along the Heritage to Fairway Connector trail.
- Installed new section of effluent outfall and ballast in Trail Bay.
- Hosted a public lecture titled “Sechelt’s Urban Forests in a Changing Climate”.
- Attended the inaugural meeting of the Sunshine Coast Regional District’s (SCRD’s) Community FireSmart Resiliency Committee.
- Formed a water technical group with shíshálh Nation, SCR D and Town of Gibsons. The group emerged from the four Water Summit meetings held in 2023. The group is working together to review a variety of water projects for supply increase and demand monitoring.
- Attended Dock Management Plan Advisory Group at request of the Province and shíshálh Nation. The Advisory Group is a term-defined group that meets regularly to look at proposed amendments to the Dock Management Plan and the themes from the public submissions.
- Hired Climate and Wildfire Policy Intern student with grant from Pacific Institute for Climate Solutions.
- Completed fleet tracking software project on Public Works vehicles. Tracking will be added to additional District vehicles in 2025 to improve efficiency and reduce fuel consumption and costs.
- Participated in the SCR D Climate Action Plan.
- Secured new local paper recycling provider, replacing the previous off-coast service provider.





Fostering a Vibrant Downtown Core

What we did in 2024 to achieve this:

- Approved building permits for two large apartment buildings in the downtown core - Greencourt on Medusa Street and Telus Living on Inlet Avenue.
- Supported development and building permit submissions for Community Services housing on Inlet Avenue.
- Installed a certified commercial kitchen at Rockwood Lodge.
- Replanted streetscapes and garden beds along Inlet Avenue and around Shorncliffe Avenue after roadwork and utility projects disrupted existing plantings.
- Provided support to ensure the successful start to the Sechelt Farmers' & Artisans' Market season.
- Supported Car Free Day organized by Transportation Choices Sunshine Coast (TraC).
- Prepared a zoning amendment for C4 zone to encourage secondary dwelling units in commercial buildings.
- Approved a Development Permit for refurbishment of a commercial building on Wharf Avenue.
- Hosted two pop-up stands at Snickett Park to engage with residents and foster community engagement.
- Added two new art wraps to BC Hydro boxes on Trail and Inlet avenues.
- Coordinated community Halloween events in partnership with business owners.
- Concluded the Sechelt Arts Festival in the fourth quarter, bringing vibrancy to many of our downtown areas.
- Held the Festival of Lights Parade and Bright Nights events, contributing to downtown vibrancy over the holidays.
- Purchased a vinyl dance floor for Hackett Park stage as part of the capital funds allocated for equipment upgrades.



Cowrie Street



Acacia Park



Canada Day Parade

2024 SECHELT BY THE NUMBERS

Engineering

20 km gravel road maintained

858 service requests

250 catch basins

205 culverts inspected

2.3 km new multi-use pathways

718 streetlights

Facilities

1160 facility rentals

12 wedding rentals

48 special event permits issued

39 floats in holiday parade

Events

3 arts projects completed

\$126,280 CIP grants awarded

2 civic-produced events

3,200 attendees to Sechelt Arts Festival

IT

2,519 service/help tickets

117 computers maintained

59 apps managed

163,619 emails sent

552,033 emails received

5,424 online meetings created by staff

9,441 online meetings attended by staff

Planning and Development

113 STR applications received

24 million total construction value

66 residential building permits issued

17 commercial building permits issued

343 bylaw complaints

418 bylaw tickets issued

21 variance Permits

23 development Permits

7 rezoning applications

7 subdivision applications

Parks

5,376 hours of mobile vending

3,336 hours of field use

35 new trees planted

11,700 bulbs planted

40 hanging baskets

230 service requests

Corporate Services

41 council meetings

18 closed meetings

20 committee of the whole meetings

18 committee and commission meetings

3 regional accessibility meetings

189 reports presented to Council

123 Formal FOI requests

Financial

\$6.9 million
increase in District assets

12 procurements

\$3.8 million
valued procurements

Waste water

879,116 m³
wastewater treated, total

2,402 m³
wastewater treated, daily

3 million
litres septage received

665 tonnes
biosolids for composting

3,000 samples analyzed at WRC lab

15,500 kWh
solar power energy offset

9 wet wells and lift stations

1,120 sanitary sewer maintenance holes

10.2 km
force main length

58.6 km
gravity main length

Human Resources

43 job postings

27 staff onboarded

12 occupational health & safety meetings

37 crew safety talks covered



FINANCIAL STATEMENTS

Report from the Chief Financial Officer



To the residents of Sechelt,

I am pleased to present the District of Sechelt's annual financial report for the fiscal year 2024, in accordance with Sections 98 and 167 of the Community Charter.

Over the past year, the District of Sechelt has demonstrated strong fiscal responsibility and prudent financial management. Our revenue streams have remained robust, and we have successfully managed our expenditures to ensure a balanced budget. Key highlights include growth, investments and meeting Council priorities.

In 2024, we experienced a growth in revenue with an 8.7% increase in operating revenue, driven by increases in property taxes, sales of services and return on investments. This helped to boost our operating expenditures by 6.5% and thereby increase service levels for residents.

Significant investments were made in infrastructure projects, including upgrades to facilities such as a new commercial kitchen at Rockwood Lodge, Wakefield culvert replacement and road improvements throughout the District, all of which are essential for the long-term prosperity of our municipality. Staff continue to find ways to control expenditures by reducing waste, competitively sourcing goods and finding alternative solutions to expensive resources.

In addition to our financial achievements, we focused on several strategic initiatives aimed at enhancing the quality of life for our residents. These initiatives include:

- Committing to downtown beautification, improving public spaces, and supporting the Sechelt Farmers' & Artisans' Market.
- Preparing a sustainable budget and an achievable capital plan that will continue to accumulate funds for capital renewal.
- Launching our Community Land Development Analysis and Official Community Plan.

Looking ahead, we remain committed to maintaining our strong financial position while continuing to invest in the future of the District of Sechelt. Our focus will be on effective growth, delivering public services, community safety and ensuring the sustainability of our community for future generations.

I would like to extend my gratitude to the residents, businesses and staff of Sechelt for their continued support and dedication. Together, we will continue to build a vibrant and prosperous community.

A handwritten signature in black ink, appearing to read 'David Douglas'.

David Douglas, CPA, CGA
Director of Financial Services

2024 Permissive Property Tax Exemption Listing

		Estimated 2024 Municipal Tax Exemption	Estimated 2024 Total Tax Exemption
1. Place of Worship Requested Exemptions			
Bethel Baptist Church	5717 Mermaid Street	717	1,391
Holy Family - Roman Catholic Church	5714 Nickerson Road	7221	14,086
Living Faith Lutheran Church	4607 Whitaker Road	2101	4,077
New Life Christian Fellowship Foundation	5895 Reef Road	5151	10,614
S.C. Seventh-Day Adventist Church	1581 Jack Road	3147	6,106
Sechelt Congregation of Jehovah Witnesses	6384 Norwest Bay Road	2908	5,643
St Hilda's Anglican Church	5838 Barnacle Street	6886	13,635
St John's United Church	5085 Davis Bay Road	2628	5,100
Sunshine Coast Calvary Fellowship	4943 Geer Road	4022	7,804
Crossroads Community Church	5116 Davis Bay Road	784	1,522
2. Community Services Requested Exemptions			
Sechelt Seniors Activity Centre Society	5604 Trail Ave	15,105	38,986
S.C. Association for Community Living	6442 Apple Orchard Road	3,152	5,577
S.C. Association for Community Living	214-5604 Inlet Ave	585	1,487
S.C. Association for Community Living	215-5604 Inlet Ave	585	1,487
S.C. Association for Community Living	318-5604 Inlet Ave	608	1,547
S.C. Association for Community Living	319-5604 Inlet Ave	608	1,547
SPCA - Sunshine Coast Branch	4376 Solar Road	6,345	16,377
S.C. Association for Community Living	103 - 5711 Mermaid Street	1,637	4,226
S.C. Association for Community Living	104 - 5711 Mermaid Street	814	2,102
S.C. Association for Community Living	105-5711 Mermaid St	1,538	3,970
S.C. Association for Community Living	5527 Schorncliffe Avenue	1,799	4,575
S.C. Association for Community Living	5910 Turnstone Crescent	2,050	5,216
S.C. Association for Community Living	5832 Medusa Street	2,025	5,152
S.C. Community Health Council (Shorncliffe)	5847 Medusa St	596	1,516
S.C. Community Health Council (Shorncliffe)	5847 Medusa St	11,209	28,513
S.C. Community Services Society	Yew Transition House	1,461	3,716
S.C. Community Services Society	5782 Cowrie St	5,518	14,243
S.C. Community Services Society (Food Bank)	5638 Inlet Ave	11,263	29,069
S.C. Community Services Society	5522 Trail Ave	1,466	3,785
S.C. Community Services Society	5520 Trail Ave	3,473	8,964
St. Marys Hospital Foundation Society - Sunshine Coast	5693-5695 Cowrie St	7,795	20,119

		Estimated 2024 Municipal Tax Exemption	Estimated 2024 Total Tax Exemption
Sunshine Coast Lions Housing Society	5821 Medusa Street	4,401	11,194
Sunshine Coast Lions Housing Society	5803 Medusa St	2,649	6,737
Sunshine Coast Lions Housing Society	5583 Ocean Ave	2,611	6,641
Royal Canadian Legion	5546 Inlet Avenue	6,296	16,249
Sunshine Coast Search & Rescue	1975 Field Road	1,125	2,903
3. Recreational Facilities & Service Groups			
Davis Bay/Wilson Creek Community Assoc.	5123 Davis Bay Road	10,860	28,030
Elphinstone Aero Club	4540 Hilltop Rd	757	1,955
Girl Guides of Canada - Camp Olave	3965 Sunshine Coast Hwy	44,267	94,508
Suncoast Racquet Club	6000 Lighthouse Ave	6,395	16,505
Sunshine Coast Army Cadets Support Association	4403 Hilltop Road	2,122	5,478
Sunshine Coast Salmonoid Enhancement Society	4381 Parkway Drive	6,516	16,818
Sunshine Coast Botanical Garden Society	5941 Mason Road	12,593	24,896
Sunshine Coast R.A.A. Canada Chapter #580	Field Road Airport	1,895	4,892
Sunshine Coast Rod and Gun Club	4384 Parkway Dr	13,670	26,814
4. Mixed Use Exemptions			
Arts Council	5714 Trail Ave	6,599	17,031
Kirkland Centre	4602 Simpkins Rd	3,444	8,760
Rockwood Centre	5511 Shorncliffe Rd	10,276	26,522
The Nature Trust of BC (Sechelt Marsh)	5741 Wharf St	3,408	8,670
2023 TOTAL Exemptions		237,380	554,360
2024 TOTAL Exemptions Requested		\$255,083	\$596,752

District of Sechelt

Consolidated Financial Statements

For the year ended December 31, 2024

District of Sechelt
Consolidated Financial Statements
For the year ended December 31, 2024

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Management's Responsibility for Financial Reporting

The Council of the District of Sechelt has delegated the responsibility for the integrity and objectivity of the financial information contained in the consolidated financial statements to the management of the District of Sechelt. The consolidated financial statements which, in part, are based on informed judgments and estimates, have been prepared by management in accordance with Canadian public sector accounting standards, which have been applied on a basis consistent with that of the preceding year.

To assist in carrying out their responsibility, management maintains an accounting system and internal controls to provide reasonable assurance that transactions are executed and recorded in accordance with authorization, and that financial records are reliable for preparation of consolidated financial statements.

The Mayor and Council oversee management's responsibilities for the financial reporting and internal control systems. Mayor and Council review internal financial statements on a quarterly basis, and meet periodically with management and the independent auditors to satisfy themselves that management's responsibilities are properly discharged. Council annually reviews and approves the consolidated financial statements.

The District of Sechelt's independent auditors, MNP LLP, are engaged to express an opinion as to whether these consolidated financial statements present fairly the District of Sechelt's consolidated financial position, financial activities, and cash flows in accordance with Canadian public sector accounting standards. Their opinion is based on procedures they consider sufficient to support such an opinion in accordance with Canadian generally accepted auditing standards.

The consolidated financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and in accordance with Canadian public sector accounting standards.



David Douglas, CPA, CGA
Director of Financial Services

To the Mayor and Council of the District of Sechelt:

Opinion

We have audited the consolidated financial statements of the District of Sechelt (the "District"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the District as at December 31, 2024, and the results of its consolidated operations, remeasurement gains and losses, changes in its 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 Consolidated Financial Statements section of our report. We are independent of the District in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information, consisting of the annual report, which is expected to be made available to us after the date of this auditor's report.

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

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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the 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 Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the District to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Nanaimo, British Columbia

May 14, 2025

MNP LLP

Chartered Professional Accountants

MNP
LLP

District of Sechelt
Consolidated Statement of Financial Position

December 31, 2024

2024

2023

Financial Assets

Cash	\$ 40,160,770	\$ 38,676,420
Portfolio investments (Note 4)	17,350	16,674
Accounts receivable (Note 5)	6,130,042	8,483,068
Investment in business enterprise (Note 6)	2,467,985	1,963,734
	<u>48,776,147</u>	<u>49,139,896</u>

Liabilities

Accounts payable and accrued liabilities	3,639,089	6,296,979
Deferred revenue (Note 8)	9,201,677	8,933,505
Deferred development cost charges (Schedule 1)	4,943,643	4,778,326
Refundable deposits	3,217,072	3,182,384
Long-term debt (Note 9)	3,370,386	1,111,155
Short-term loans (Note 10)	1,159,344	3,363,066
Asset Retirement Obligations (Note 18)	3,729,769	3,607,441
	<u>29,260,980</u>	<u>31,272,856</u>

Net Financial Assets

	<u>19,515,167</u>	<u>17,867,040</u>
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Non-financial Assets

Tangible capital assets (Schedule 2)	170,552,548	168,103,042
Prepaid expenses	330,416	325,975
	<u>170,882,964</u>	<u>168,429,017</u>

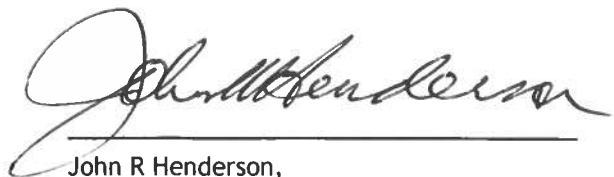
Accumulated Surplus (Note 20)

	\$ 190,398,131	\$ 186,296,057
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Contingent Liabilities (Note 16)



David Douglas, CPA, CGA
Director of Financial Services



John R Henderson,
Mayor

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

District of Sechelt
Consolidated Statement of Operations

For the year ended December 31, 2024	Budget 2024	2024	2023
	(Note 17)		
Revenues (Schedule 3)			
Taxation and other levies (Note 11)	\$ 15,252,630	\$ 15,231,395	\$ 14,087,020
Private contributions (Note 12)	86,091	272,215	1,363,042
Government grants (Note 13)	10,727,126	1,593,371	10,061,135
Sale of goods and services	5,794,551	5,904,121	5,746,878
Licences, permits and fees	1,814,931	1,861,081	1,920,667
Penalties and interest	192,000	303,004	276,570
Income (loss) from business enterprise (Note 6)	-	530,141	(91,161)
Return on investments	576,923	1,862,292	1,761,874
Gain (Loss) on disposal of tangible capital assets	-	64,249	(2,443)
Development cost charges (Schedule 1)	975,764	421,249	1,330,700
	35,420,016	28,043,118	36,454,282
Expenses (Schedule 3)			
General Government	5,498,932	4,544,118	4,221,629
Planning and Community Development	2,196,308	1,664,224	1,501,996
Community Services	3,033,242	3,110,075	2,847,945
Public Works	5,123,919	4,167,393	4,209,446
Facilities	1,654,216	1,293,080	985,518
Police Services	3,124,161	2,628,082	2,586,678
Solid Waste	2,016,971	1,720,574	1,668,038
Sewer Operating	4,965,904	4,813,498	4,391,682
	27,613,653	23,941,044	22,412,932
Annual Surplus	7,806,363	4,102,074	14,041,350
Accumulated Surplus, beginning of year	186,296,057	186,296,057	172,254,707
Accumulated Surplus, end of year	\$ 194,102,420	\$ 190,398,131	\$ 186,296,057

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

District of Sechelt
Consolidated Statement of Changes in Net Financial Assets

For the year ended December 31, 2024	Budget 2024	2024	2023
	(Note 17)		
Annual surplus	\$ 7,806,363	\$ 4,102,074	\$ 14,041,350
Aquisition of tangible capital assets (Schedule 2)	(23,967,198)	(6,914,449)	(12,434,509)
Amortization of tangible capital assets (Schedule 2)	3,820,610	4,026,285	3,854,513
Increase in tangible capital assets due to asset retirement obligations	-	-	(3,490,133)
Net book value of tangible capital assets disposed (Schedule 2)	-	438,658	2,443
	(20,146,588)	(2,449,506)	(12,067,686)
Increase in prepaid expenses	-	(4,441)	(90,815)
Increase in net financial assets	(12,340,225)	1,648,127	1,882,849
Net financial assets, beginning of year	17,867,040	17,867,040	15,984,191
Net financial assets, end of year	\$ 5,526,815	\$ 19,515,167	\$ 17,867,040

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

District of Sechelt
Consolidated Statement of Cash Flows

For the year ended December 31, 2024	2024	2023
Operating transactions		
Annual surplus	\$ 4,102,074	\$ 14,041,350
Non-cash items:		
Amortization of tangible capital assets	4,026,285	3,854,513
Loss (Income) from Investment in business enterprise	(530,141)	91,161
Accretion	122,329	117,308
Loss (Gain) on disposal of tangible capital assets	(64,249)	2,443
Work in Progress Written Off	421,907	-
	<u>3,976,131</u>	<u>4,065,425</u>
Changes in non-cash operating balances:		
Decrease (increase) in accounts receivable	2,353,025	(5,605,810)
Increase in portfolio investments	(674)	-
Increase in prepaid expenses	(4,441)	(90,817)
(Increase) Decrease in accounts payable	(2,657,890)	3,254,634
Increase in deferred revenue	268,172	5,769,312
Increase in development cost charges	165,317	62,786
Increase in refundable deposits	34,688	885,464
	<u>158,197</u>	<u>4,275,569</u>
Cash provided by operating transactions	<u>8,236,402</u>	<u>22,382,344</u>
Financing transactions		
Repayment of long-term debt	(740,771)	(740,771)
Proceeds of short-term loans	894,960	1,811,779
Repayment of short-term loans	(98,682)	(84,242)
Cash applied to financing transactions	<u>55,507</u>	<u>986,766</u>
Capital transactions		
Acquisition of tangible capital assets	(6,914,449)	(12,434,509)
Proceeds from the sale of tangible capital assets	81,000	-
Cash applied to capital transactions	<u>(6,833,449)</u>	<u>(12,434,509)</u>
Investing transactions		
Dividends received on Investment in business enterprise	25,890	275,890
Increase in cash	<u>1,484,350</u>	<u>11,210,491</u>
Cash, beginning of year	<u>38,676,420</u>	<u>27,465,927</u>
Cash, end of year	<u>\$ 40,160,770</u>	<u>\$ 38,676,420</u>

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

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

1. Nature of Organization

The District of Sechelt (the "District") was incorporated on May 15, 1986 and operates under the *Local Government Act* and the *Community Charter*. The principal activities of the District are preservation, protection, and enhancement of the quality of life in Sechelt through the facilitation of municipal services in an equitable, efficient, and effective manner.

2. Significant Accounting Policies

(a) Basis of Presentation

The consolidated financial statements of the District are the representations of management prepared in accordance with Canadian public sector accounting standards ("PSAS"). These standards are established by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada ("CPA Canada").

(b) Principles of Consolidation

The consolidated financial statements include the accounts of all activities or entities whose operations are under the control of the District. These include the general operating funds, the capital funds, and all reserve funds. All interfund balances have been eliminated for the purposes of these financial statements.

The consolidated financial statements include the operations of a wholly owned subsidiary of the District, Sunshine Coast Community Forest Ltd. (Formerly Sechelt Community Projects Inc. ("SCPI")). Sunshine Coast Community Forest Ltd. is accounted for using the modified equity method. Under this method, the District's equity is adjusted by the annual profits and losses of the subsidiary and declared dividends, if any. Sunshine Coast Community Forest Ltd. utilizes the International Financial Reporting Standards to prepare their financial statements.

The revenue from taxation and other sources collected by the District on behalf of other governments for education, health care, fire protection services, Sunshine Coast Regional District, and other external organizations that are not controlled by the District are not included in these consolidated financial statements.

December 31, 2024

2. Significant Accounting Policies (Continued)

(c) Revenue Recognition

The accrual basis of accounting is followed in the financial statement presentation. Revenue is recorded as the performance obligation is satisfied, when the amount can be estimated and collection is reasonably assured. Restricted contributions from non-government sources unearned in the current period are recorded on the Statement of Financial Position as deferred revenue.

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. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the Statement of Operations as the stipulation liabilities are settled.

Development cost charges received in respect of construction for sewer, drainage, road, and park requirements are recorded as deferred development cost charges. These amounts are recorded as revenue when the related development costs are incurred.

Non-monetary revenues are recognized at the estimated fair market values at the time all of the requirements and conditions for the project have been met, ownership and control is transferred to the District, and the appropriate acceptances or approvals have been issued.

Sales of services, sewer user fees, connection fees and other revenue are recognized when the performance obligation to the customer has been satisfied.

(d) Revenue Recognition - Taxation

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized, and the taxable event occurs. Annual levies for non-optional municipal services and general administrative services are recorded as taxes for municipal services in the year they are levied. Taxes receivable are recognized net of an allowance for anticipated uncollectible amounts. Levies imposed by other taxing authorities are not included as taxes for municipal purposes.

The District estimates amounts of adjustments and records taxation revenue net of such amounts. Any adjustments in excess of those estimated are recognized at the time they are awarded.

December 31, 2024

2. Significant Accounting Policies (Continued)

(e) 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 to be sold in the ordinary course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets for the year.

Tangible capital assets, a type of non-financial asset, are comprised of capital assets and capital work in progress. They are recorded at cost less accumulated amortization and are classified according to their functional use. The cost of a tangible capital asset includes the purchase price and other acquisition costs such as installation costs, design and engineering fees, legal fees, survey costs, site preparation costs, freight charges, transportation, insurance costs, and duties. Contributed tangible capital assets are recorded at fair value at the date of the contribution.

Amortization is recorded on a straight-line basis over their estimated useful lives commencing once assets are put into use, as follows:

Land improvements	10 to 30 years
Buildings	20 to 70 years
Furniture, fixtures and minor equipment	5 to 30 years
Automotive equipment	5 to 20 years
Roads	10 to 60 years
Structures (bridges, etc.)	20 to 100 years
Infrastructure - sewer	30 to 80 years
Infrastructure - drainage	20 to 50 years

The District holds works of art that have not been recorded in tangible capital assets.

December 31, 2024

2. Significant Accounting Policies (Continued)

(f) Financial Instruments

A financial asset or a financial liability is only recognized on the District's Statement of Financial Position when, and only when, the District becomes a party to the contractual provisions of the instrument. All financial instruments are recognized either at fair value or cost/amortized cost.

For a financial instrument in the fair value category, the change in the fair value is recognized as a remeasurement gain or loss in the Statement of Remeasurement Gains and Losses until the financial instrument is derecognized. At the time when the financial instrument in the fair value category is derecognized, the associated accumulated remeasurement gains and losses are reversed and reclassified in the Statement of Operations.

Transaction costs are added to the carrying value of items in the cost or amortized cost category when they are initially recognized. However, when items in the fair value category are initially recognized, transaction costs are expensed. Interest is measured using the effective interest method. Interest and dividends attributable to financial instruments are reported in the Statement of Operations.

Accounting standard PS 3450 *Financial Instruments* requires equity investments traded in an active market to be recorded at fair value. The District has no such investments. PS 3450 allows for other investments to be recorded at fair value if they are managed on a fair value basis. The District has elected to record its portfolio investments on a fair value basis. Cash is recorded at cost. Accounts receivable (excluding tax receivables), accounts payable and accrued liabilities, short-term debt, and long-term debt are recognized at amortized cost.

At the end of the each reporting period, the District assesses whether there are any indications that the financial asset, or group of similar financial assets, measured at amortized cost or cost may be impaired. When there is an indication of impairment, the carrying amount is written down accordingly.

The District has not prepared a Statement of Remeasurement Gains and Losses as it would not contain any information.

(g) Contaminated Sites

Liabilities for contaminated sites are recognized when an environmental standard exists, contamination exceeds the standard, the District has responsibility for remediation, future economic benefits will be given up, and a reasonable estimate can be made.

The District has assessed its potential liabilities under accounting standard PS 3260 *Liability for Contaminated Sites* including sites that are no longer in productive use and sites for which the District accepts responsibility. Additionally, the District has used the standards contained in Schedule 2 (Industrial and Commercial Purposes and Activities) of the Contaminated Sites Regulation of the British Columbia *Environmental Management Act* to determine whether a potential liability exists. As at December 31, 2024, no such contamination in excess of an environmental standard requiring remediation exists.

December 31, 2024

2. Significant Accounting Policies (Continued)

(h) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions. Significant areas requiring the use of management estimates relate to the determination of collectability of accounts receivable, useful lives of tangible capital assets, fair value investments, provisions for contingencies, and asset retirement obligations. Actual results could differ from those estimates. Adjustments, if any, will be reflected in the period of settlement.

(i) Asset Retirement Obligations

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the District to incur retirement costs in relation to a tangible capital asset (or component thereof), 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 best estimate of the liability includes all costs directly attributable to the asset retirement activities, based on information available at December 31, 2024. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected or occur over extended future periods.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset (or component thereof). The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the District reviews the carrying amount of the liability. The District recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset. The District continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

3. Adoption of Accounting Policies

(a) PS 3400 - Revenue

Effective January 1, 2024, the District adopted Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of revenue under PS 3400 *Revenue*. The new standard establishes when to recognize and how to measure revenue, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

December 31, 2024

3. Adoption of Accounting Policies (Continued)

(a) PS 3400 - Revenue (Continued)

Under the new standard, revenue is differentiated between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations.

There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

4. Portfolio Investments

	2024	2023
Other portfolio investments	\$ 17,350	\$ 16,674

Investments are recorded at market value. Other portfolio investments consists of a Guaranteed Investment Certificate. The other portfolio investments mature in September 2025 with an interest rate of 4.00% (2023 - 4.05%).

5. Accounts Receivable

	2024	2023
Property taxes receivable	\$ 1,742,228	\$ 1,438,863
Federal government receivables	236,243	385,732
Provincial government receivables	-	200,731
Capital grants receivable	3,186,715	5,575,300
Lease receivables	114,134	108,917
Other grants receivable	90,865	101,760
Other receivables	1,347,456	1,259,364
	6,717,641	9,070,667
Allowance for doubtful accounts	(587,599)	(587,599)
	\$ 6,130,042	\$ 8,483,068

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

6. Investment in Business Enterprise

On March 8, 2005, Sunshine Coast Community Forest Ltd. (Formerly Sechelt Community Projects Inc. (SCPI)) was incorporated. Sunshine Coast Community Forest Ltd. was formed for the purpose of acquiring and managing a Community Forest Agreement dated May 30, 2011.

The District owns all 17,260 issued shares of Sunshine Cost Community Forest Ltd.. All of the Board members are appointed by the District. Sunshine Coast Community Forest Ltd.'s financial statements were prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board.

The District's investment in Sunshine Coast Community Forest Ltd. is recorded using the modified equity basis. Under this method, the District's equity is adjusted by the annual profits and losses of the subsidiary and declared dividends, if any.

	2024	2023
Statement of Financial Position		
As at December 31		
Total assets	<u>\$ 2,821,432</u>	<u>\$ 2,398,383</u>
Total liabilities	353,447	434,649
Shareholder's equity	<u>2,467,985</u>	<u>1,963,734</u>
	<u>\$ 2,821,432</u>	<u>\$ 2,398,383</u>
Statement of Operations		
For the Year Ended December 31		
Revenues	\$ 2,813,753	\$ 1,728,914
Expenses	<u>(2,283,612)</u>	<u>(1,820,075)</u>
Net Income (Loss)	<u>\$ 530,141</u>	<u>\$ (91,161)</u>
Statement of Changes in Shareholder's Equity		
For the Year Ended December 31		
Cost of investment	\$ 172,600	\$ 172,600
Contributed surplus	49,770	49,770
Accumulated net equity income, beginning of year	1,741,364	2,108,415
Net income (loss)	530,141	(91,161)
Dividends declared during the year	<u>(25,890)</u>	<u>(275,890)</u>
	<u>\$ 2,467,985</u>	<u>\$ 1,963,734</u>

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

7. Deposits and Reserve - Municipal Finance Authority

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

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

Upon the maturity of a debt issue, the unused portion of the Debt Reserve Fund established for that issue will be discharged to the District. The proceeds from these discharges will be credited to income in the year received. As at December 31, the total debt reserve was comprised of:

	2024	2023
Debt Reserve - Cash Deposits	\$ 124,071	\$ 90,155
Debt Reserve - Demand Notes	429,159	340,060
	\$ 553,230	\$ 430,215

These balances are not reported elsewhere in these consolidated financial statements.

8. Deferred Revenue

Deferred revenue represents funds received that are held for various restricted purposes. These funds are recognized as revenue in the period when the eligible related expenditures or conditions have been met.

	2023	Receipts	Revenue Recognized	Interest	2024
Deferred Grants					
Sunshine Coast Drought Mitigation Grant	\$ 5,300,000	\$ -	\$ -	\$ -	\$ 5,300,000
BC Gov Housing Initiatives Support	200,731	-	(29,400)	-	171,331
Heritage Grant (CERIP)	10,375	-	(10,375)	-	-
Marin Community Foundation Grant	568	-	-	-	568
UBCM - Complete Communities Program	-	100,000	(10,365)	-	89,635
Indigenous Engagement Requirements Fund	-	48,000	-	-	48,000
	5,511,674	148,000	(50,140)	-	5,609,534
Cash in lieu for development	1,279,377	460,247	(314,132)	2,615	1,428,107
Donations	41,444	-	-	2,092	43,536
Prepayment of property taxes	1,549,891	203,819	-	-	1,753,710
Other	551,119	349,665	(534,817)	823	366,790
	3,421,831	1,013,731	(848,949)	5,530	3,592,143
	\$ 8,933,505	\$ 1,161,731	\$ (899,089)	\$ 5,530	\$ 9,201,677

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

9. Long-term Debt

	Year Due	Rate Per Annum	2024	2023
Debentures - Municipal Finance Authority				
Operations Centre	2044	4.44 %	\$ 3,000,000	\$ -
Water Resource Centre	2025	2.25 %	370,386	1,111,155
			\$ 3,370,386	\$ 1,111,155

The District will be required to make repayments over the next five years as follows:

2025	\$ 475,384
2026	108,778
2027	112,694
2028	116,751
2029	120,954
Thereafter	2,435,825
	\$ 3,370,386

All debentures are secured by promissory notes issued by the District.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

10. Short-term Loans

	Year Due	Rate per Annum	2024	2023
MFA Loan - Plotter	2025	5.63 %	\$ 4,793	\$ 8,461
MFA Loan - Dump Truck	2026	5.63 %	77,887	116,526
MFA Loan - Chemical Storage Area	2027	5.63 %	181,704	238,079
MFA Loan - Operations Center Short Term Advance *	2025	5.63 %	-	3,000,000
MFA - Wakefield Lift Station Short Term Advance*	2025	4.05 %	894,960	-
			<u>\$ 1,159,344</u>	<u>\$ 3,363,066</u>

The District will be required to make principal payments over the next five years as follows:

2025	\$ 108,870
2026	100,816
2027	54,698
	<u>\$ 264,384</u>

* The District is required to make interest only payments on the Wakefield Lift Station and Operations Center short-term advances until the projects are complete, at which time a long-term debt will be established.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

11. Taxation and Other Levies

The District collects amounts for itself and on behalf of other taxing authorities.

	Budget 2024	2024	2023
Collections for District of Sechelt			
General municipal purposes	\$ 14,212,938	\$ 14,196,066	\$ 13,056,933
Business improvement area	72,121	71,436	71,400
Sewer frontage taxes	967,571	963,893	958,687
	<u>\$ 15,252,630</u>	<u>\$ 15,231,395</u>	<u>\$ 14,087,020</u>
Collections for Other Taxing Authorities			
BC Assessment Authority	\$ 228,614	\$ 228,577	\$ 227,626
Municipal Finance Authority	1,267	1,267	1,306
Provincial Education - residential	6,285,732	6,293,359	6,270,345
Provincial Education - non-residential	1,390,464	1,387,984	1,341,089
Regional Hospital District	416,851	416,776	432,295
Regional Fire District	2,463,367	2,462,981	1,920,680
Sunshine Coast Regional District	6,870,628	6,869,419	6,359,173
Sunshine Coast Regional District - Water Rates	2,604,523	2,604,523	2,264,095
	<u>\$ 20,261,446</u>	<u>\$ 20,264,886</u>	<u>\$ 18,816,609</u>

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

12. Private Contributions

	Budget 2024	2024	2023
Donations - Sechelt Arts Festival	\$ -	\$ -	\$ 16,100
Donations - Library, Arts and Culture	700	8,065	11,235
Grant - Evacuation Route Planning	-	-	16,319
Grant - Vancouver Foundation	-	30,000	60,000
Grant - Adopt a Tree	5,000	7,500	4,534
Grant - Destination BC	-	22,625	18,100
Grant - Parks summer student	-	-	6,204
Grant - Engineering summer student	-	-	12,000
Grant - Planning summer student	-	15,000	-
Grant - BC Hydro EV Charging Station	25,000	7,500	-
Cash in Lieu - Trail Avenue Construction PI: Teredo St to Anchor	5,000	-	-
Cash in Lieu - Telus - Inlet Ave Improvements	-	69,024	817,611
Cash in Lieu - Legion - Inlet Ave Improvements	-	(50,000)	128,440
Cash in Lieu - Active Transportation	50,391	21,143	-
Cash in Lieu - Bike BC	-	18,500	-
Cash in Lieu - Transportation Safety Improvements	-	33,500	-
Developer contributions - Affordable Housing	-	-	83,750
Developer contributions - Community Amenity	-	-	83,750
Developer contributions - Parks	-	75,534	87,650
Developer contributions - Public Works	-	-	1,000
Developer contributions - Sewer	-	13,824	16,349
	\$ 86,091	\$ 272,215	\$ 1,363,042

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

13. Government Grants

	Budget 2024	2024	2023
Operating - Federal			
Celebrate Canada (Canada Day)	\$ 15,000	\$ 7,500	\$ 15,000
Sechelt Arts Festival	-	-	33,700
RCMP Roof contribution	-	-	44,725
Operating - Provincial			
Canada Community-Building Fund	529,771	557,317	529,771
Small Community Investment Fund	355,000	381,400	355,000
RCMP Traffic Fine Program	70,000	89,000	70,000
Street Lights Cost Share	3,007	3,008	3,760
Local Government Climate Action Program	110,082	322,548	110,082
Growing Communities Fund	-	-	3,759,000
Complete Communities Program	200,000	-	-
LGHI Capacity Funding Bill 44	200,731	29,400	-
Biosolids Feasibility Study	-	10,000	-
UBCM Community Land Development Analysis	-	10,365	-
UBCM Poverty Reduction	-	-	67,096
UBCM Strengthening Communities - Arrowhead Restart Pandemic	-	-	30,485
UBCM Strengthening Communities - Homeless Coordinator	-	78,108	18,613
UBCM Next Generation 911 funding	-	-	22,500
BC Fairs, Festivals, and Events (BCFFE) for Sechelt Arts Festival	-	-	15,500
BC Fairs, Festivals, and Events (BCFFE) for Siyiyaya Days	-	2,500	3,300
BC Fairs, Festivals, and Events (BCFFE) for Summer Music Series	-	2,000	-
JSB Roof Replacement	-	69,000	-
WAAS LPV Approach Implementation Project	24,500	12,250	-
Municipal			
Community Archives	8,660	8,600	8,294
Capital			
BC Active Transportation - Wharf Ave	-	-	(117,317)
ICIP - Active Transportation Network	-	-	2,943,559
Bike BC	-	-	455,250
ICIP - Wakefield Lift Station	-	-	656,665
Tourism Dependant Communities	-	-	380,936
CCRF - Inlet Ave - Federal Grant	-	-	619,476
Heritage BC - Rockwood Lodge	10,375	10,375	35,740
New Spaces Fund - Child care facility	3,000,000	-	-
Sunshine Coast Drought Mitigation	5,300,000	-	-
Jasper Road Sidewalk	400,000	-	-
Mermaid Street Rehabilitation	500,000	-	-
	\$ 10,727,126	\$ 1,593,371	\$ 10,061,135

December 31, 2024

14. Pension Liability

The District and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly trustee pension plan. The board of trustees, representing plan members and employers, is responsible for administering the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2023, the Plan had about 256,000 active members and approximately 129,000 retired members. Active members include approximately 37,000 contributors from the 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 actuarial valuation for the Plan as at December 31, 2021 indicated a \$3,671 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2024, with results available in 2025.

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 costs to individual employers participating in the Plan.

During the year, the District paid \$508,953 (2023 - \$491,147) for employer contributions to the Plan.

15. Irrevocable Standby Letters of Credit

In addition to the performance deposits reflected in cash balances, the District is holding irrevocable standby letters of credit in the amount of \$8,186,840 (2023 - \$6,350,670). These letters were received to ensure the performance of works undertaken within the District. These amounts are not reflected in the financial statements. They are available to satisfy any liabilities arising from non-performance by the depositors.

December 31, 2024

16. Contingent Liabilities

- (a) The District is a subscribed member of the Municipal Insurance Association of British Columbia (the "Exchange") as provided by section 3.02 of the *Insurance Act* of the Province of British Columbia. The main purpose of the Exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange Agreement, the District is assessed a premium and specific deductible for its claims based on population. The obligation of the District with respect to the Exchange and/or contracts and obligations entered into by the Exchange on behalf of its subscribers in connection with the Exchange are in every case several, not joint and several. The District irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other subscribers may suffer.
- (b) As a member of the Sunshine Coast Regional District, the District is responsible for its portion of any operating deficit or long-term debt related to functions in which it participates.
- (c) The Sunshine Coast Regional District has requested and has been provided with demand notes drawn in its favour totaling \$429,159 (2023 - \$340,060) (Note 7) to provide for additional funds, should the need arise, to service its debt.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

17. Annual Budget

The budget data presented in these consolidated financial statements are based upon the District's 2024 - 2028 Financial Plan as adopted through Bylaw No. 621, 2024 on May 8, 2024. This budget is prepared on a cash basis which differs from the budget amounts in these consolidated financial statements which are prepared in accordance with PSAS. The following table reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	Financial Plan Presentation	Financial Statement Presentation
Revenues		
Taxation and other levies	\$ 14,298,059	\$ 15,252,630
Fees, rates and sale of services	3,972,102	7,801,482
Return on investments	576,923	576,923
Grants, donations and private contributions	10,813,217	10,813,217
Development cost charges	975,763	975,764
Sewer Revenues	4,796,952	-
	<u>35,433,016</u>	<u>35,420,016</u>
Expenses		
General Government	4,964,128	5,498,932
Planning and community development	2,193,658	2,196,308
Community services	2,839,242	3,033,242
Public works	3,441,030	5,123,919
Facilities	1,113,026	1,654,216
Police services	3,458,282	3,124,161
Solid waste	2,016,971	2,016,971
Sewer operating	3,543,545	4,965,904
Interest on Debt	236,162	-
Amortization	3,820,610	-
	<u>27,626,653</u>	<u>27,613,653</u>
Annual Surplus (Deficit)	<u>7,806,363</u>	<u>7,806,363</u>
Principle on debenture debt	1,141,164	-
Debt acquired	(2,078,543)	-
Transfer to (from) reserves	(6,474,317)	-
Transfer to (from) capital	(4,095,530)	-
Transfer to (from) surplus	(833,000)	-
Reduction of capital equity	(3,820,610)	-
Capital Purchases	23,967,198	-
	<u>7,806,363</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 7,806,363</u>

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

18. Asset Retirement Obligations

The District owns and operates several buildings that are known to have asbestos and lead paint, which represent a health hazard upon demolition or renovation of the assets. There is a legal obligation to remove and dispose of the hazardous materials. Additionally, the District operates a septage receiving site that has been constructed on leased land. Upon expiry of the land lease, in 2031, there is a legal obligation to remove the buildings, equipment, and infrastructure that has been placed on the land. Following the adoption of Public Accounting Standard PS 3280 *Asset Retirement Obligations*, the District recognized an obligation relating to the remediation of the hazardous materials in buildings and the decommission of the septage receiving site as estimated at January 1, 2023.

Discounting has been applied to a portion of the retirement obligations where there is a known date of retirement. Estimated costs totaling \$3,277,088 for the retirement of the Septage Receiving site have been discounted using a present value calculation with a discount rate of 4.28%. The remaining assets, for which there is no known retirement date, have been recognized at their total current estimated costs of \$749,290, with no discounting applied. Retirement obligations are expected to be incurred between 2023 and 2057 with the regular replacement, renovation, or disposal of assets.

December 31	2024	2023
Opening asset retirement obligation	<u>\$ 3,607,441</u>	<u>\$ 3,490,133</u>
Increase due to accretion	<u>122,328</u>	<u>117,308</u>
Closing asset retirement obligation	<u>\$ 3,729,769</u>	<u>\$ 3,607,441</u>

19. Segmented Information

The District is a diversified municipal government entity in the Province of British Columbia that provides a wide range of services to its citizens such as roads, sewer and drainage infrastructure, garbage collection, and parks. The District also contributes to the costs of water, recreation, fire protection, and transit which are under the jurisdiction of the Sunshine Coast Regional District.

The nature of the segments and the activities they encompass are as follows:

General Government

General Government is composed of the District's internal support functions including Administration, Communication, Corporate Services, Financial Services, Human Resources, Information Technology, Mayor and Council, and any other services categorized as non-departmental.

December 31, 2024

19. Segmented Information (Continued)

Police Services

Police Services is responsible for the municipal portion of the services provided by the Royal Canadian Mounted Police in respect of law enforcement and protection to persons and property within the District.

Public Works

Public Works is composed of Public Works, Engineering, Street Lights, Drainage, and Fleet. The services provided by this segment include planning and maintenance of roads, sidewalks, drainage, street lights, and parking facilities. As well, this segment includes the District's equipment and vehicle fleet.

Solid Waste

Solid Waste administers the collection and disposal of household garbage and recyclables on a contracted basis.

Sewer Operating

Sewer Operating is responsible for the collection, transportation, and treatment of sanitary sewage, and maintaining the necessary infrastructure to provide these services.

Planning and Community Development

Planning and Community Development includes the following:

- Building Inspection regulates all construction within the District in accordance with applicable bylaws, regulations, and legislation.
- Development Services is responsible for land-use planning, guidelines, and development in accordance with the District's Official Community Plan and other applicable plans.
- Economic Development seeks to create a vibrant local and sustainable economy that provides a full range of goods, services, and opportunities, on a contracted basis.

Community Services

Community Services is composed of Parks and Arts, Culture & Heritage. Parks contributes to the quality of life and personal wellness of the community through the provision and maintenance of parks, trails, streetscapes, and beach accesses. Arts, Culture & Heritage provides library services and contributes to the quality of life of the community through supporting a variety of arts and cultural initiatives in the community, including the Sechelt Arts Festival.

December 31, 2024

19. Segmented Information (Continued)

Facilities

Facilities is responsible for the operation and maintenance of District lands, buildings, wharfs, and other municipal structures.

Sunshine Coast Community Forest Ltd.

Sunshine Coast Community Forest Ltd. (Formerly Sechelt Community Projects Inc. (SCPI)) was formed for the purpose of acquiring and managing a Community Forest Agreement (Note 2, 6). This wholly owned subsidiary of the District is considered a separate segment for reporting purposes.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

20. Accumulated Surplus

The District segregates its accumulated surplus into the following categories:

	2024	2023
General Government (Note 21)	\$ 9,285,822	\$ 8,778,085
Sewer fund (Note 21)	4,991,864	4,648,698
General Government statutory reserves (Note 21)	11,359,411	10,884,160
Investment in Sunshine Coast Community Forest Ltd. (Note 21)	<u>2,467,985</u>	<u>1,963,734</u>
	<u>28,105,082</u>	<u>26,274,677</u>
Tangible capital assets	170,552,548	168,103,042
Asset Retirement Obligations	(3,729,769)	(3,607,441)
Long-term debt	(3,370,386)	(1,111,155)
Short-term loans	<u>(1,159,344)</u>	<u>(3,363,066)</u>
Equity in tangible capital assets	<u>162,293,049</u>	<u>160,021,380</u>
Accumulated Surplus	<u>\$ 190,398,131</u>	<u>\$ 186,296,057</u>

Statutory reserves represent funds set aside by bylaw for specific purposes.

Equity in tangible capital assets represents the net book value of the assets less any debt outstanding used to acquire tangible capital assets.

District of Sechelt
Notes to the Consolidated Financial Statements

December 31, 2024

21. Statutory and Non-statutory Reserves

Under PSAB reporting requirements, statutory and non-statutory reserves comprise a part of the operating surplus of the District. Below are listings of the reserves balances at the end of each year:

	2023	Interest and Contributions	Transfers	2024
Statutory Reserves				
Equipment Replacement	\$ 297	\$ 15	\$ -	\$ 312
Parkland Acquisition	326,083	16,457	-	342,540
Capital	3,245,646	2,245,115	(1,927,595)	3,563,166
Municipal Wharf Facilities	581	29	-	611
Community Forest Legacy Fund	1,902,734	90,425	(111,000)	1,882,159
Affordable Housing	509,264	104,487	-	613,750
Community Amenity Fund	156,991	7,923	-	164,914
Canada Community-Building Fund	1,295,577	643,768	(139,919)	1,799,425
Growing Communities Fund	3,446,987	143,771	(598,224)	2,992,534
	10,884,160	3,251,990	(2,776,738)	11,359,411
Non-statutory Reserves				
General Fund (Prior years surplus)	2,668,428	2,135,880	(839,096)	3,965,212
General Fund Other	6,109,657	1,240,175	(2,029,222)	5,320,610
Sewer Fund (Prior years surplus)	1,921,140	703,422	(350,840)	2,273,721
Sewer Fund Other	2,727,558	655,807	(665,222)	2,718,143
Investment in Sunshine Coast Community Forest Ltd.	1,963,734	530,141	(25,890)	2,467,985
	15,390,517	5,265,425	(3,910,270)	16,745,671
	\$ 26,274,677	\$ 8,517,415	\$ (6,687,008)	\$ 28,105,082

December 31, 2024

22. Financial Instrument Risk

The District, through its financial assets and liabilities, is exposed to various risks. The following analysis provides a measurement of those risks at December 31, 2024. There have been no changes to exposure of these risks from the prior year.

(a) Credit Risk

Credit risk is the risk that the District will incur a loss due to the failure by its debtors to meet their contractual obligations. Financial instruments that potentially subject the District to credit risk consist primarily of cash and cash equivalents, portfolio investments, and accounts receivable. The District has an investment policy to ensure investments are managed appropriately to secure the preservation of capital and the availability of liquid funds. The District invests surplus funds in accordance with its investment policy. The majority of receivables are due from federal and provincial agencies as well as taxpayers. Amounts due from taxpayers are effectively secured by the property due to the collection method under the tax sale legislation.

(b) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Investments bear some interest rate risk but these risks are mitigated through the diversification of the portfolio and low risk investment decisions.

(c) Market Risk

Market risk is the risk that the value of an investment will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual investment, or factors affecting all securities traded in the market.

(d) Liquidity Risk

Liquidity risk is the risk that the District will not be able to meet its obligations as they fall due. The District maintains adequate levels of working capital to ensure all its obligations can be met when they fall due.

December 31, 2024

23. Comparative Figures

Certain figures in the comparative information have been reclassified to conform with the current year presentation.

District of Sechelt
Schedule 1 - Deferred Development Cost Charges

For the year ended December 31, 2024

	Sewer	Sechelt Drainage	Sechelt Roads	Sechelt Parks	2024	2023
Balance, Beginning of year	\$ 1,390,918	\$ 379,302	\$ 1,577,402	\$ 1,430,704	\$ 4,778,326	\$ 4,715,540
Interest	50,555	21,636	90,226	75,093	237,510	237,918
Cash contributions	3,376	49,408	236,142	60,130	349,056	1,155,568
Capital expenditures (revenue recognized)	(392,562)	-	(25,766)	(2,921)	(421,249)	(1,330,700)
Balance, end of year	\$ 1,052,287	\$ 450,346	\$ 1,878,004	\$ 1,563,006	\$ 4,943,643	\$ 4,778,326

Development cost charges are funds received from developers to cover the costs of future capital projects. These funds are recognized into revenue when the related costs are incurred.

District of Sechelt
Schedule 2 - Tangible Capital Assets

For the year ended December 31, 2024

	Land	Buildings	Vehicles/ Equipment/ Furniture	Works in Progress (WIP)	Other	Engineering Infrastructure				2024	2023
						Roads	Drainage	Sewer	Other		
Cost											
Balance, beginning of year	\$71,171,190	\$41,615,064	\$12,402,323	\$21,899,618	\$ 52,975	\$57,584,191	\$10,922,268	\$23,441,633	\$ 7,735,303	\$246,824,565	\$ 231,200,351
Additions	-	795,514	590,577	5,177,487	-	3,709,559	-	-	(3,358,687)	6,914,449	12,434,509
Additions due to ARO											
Recognition	-	-	-	-	-	-	-	-	-	-	3,490,133
WIP Completed	-	4,541,328	-	(8,344,198)	-	-	-	-	3,802,870	-	-
Disposals	(3,714)	-	(18,736)	(421,907)	-	-	-	-	-	(444,357)	(300,428)
Balance, end of year	\$71,167,476	\$46,951,906	\$12,974,164	\$18,311,000	\$ 52,975	\$61,293,750	\$10,922,268	\$23,441,633	\$ 8,179,486	\$253,294,657	\$ 246,824,565
Accumulated Amortization											
Balance, beginning of year	\$ -	\$17,569,558	\$ 6,854,417	\$ -	\$ 39,732	\$35,716,516	\$ 4,866,836	\$11,443,658	\$ 2,230,806	\$ 78,721,523	\$ 75,164,994
Amortization expense	-	1,376,088	578,295	-	2,649	1,155,634	210,186	502,742	200,691	4,026,285	3,854,514
Disposals	-	-	(5,699)	-	-	-	-	-	-	(5,699)	(297,985)
Balance, end of year	\$ -	\$18,945,646	\$ 7,427,013	\$ -	\$ 42,381	\$36,872,150	\$ 5,077,022	\$11,946,400	\$ 2,431,497	\$ 82,742,109	\$ 78,721,523
Net book value, end of year	\$71,167,476	\$28,006,260	\$ 5,547,151	\$18,311,000	\$ 10,594	\$24,421,600	\$ 5,845,246	\$11,495,233	\$ 5,747,989	\$170,552,548	\$ 168,103,042

District of Sechelt
Schedule 3 - Segmented Information

For the Year Ended December 31, 2024

	General Fund							Sewer Fund		Total
	General Government	Planning and Community Development	Community Services	Public Works	Facilities	Police Services	Solid Waste	SCPI	Sewer Operating	
Revenues										
Taxation and other levies	\$14,267,502	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 963,893	\$15,231,395
Private contributions	-	37,625	121,099	99,667	-	-	-	-	13,824	272,215
Government grants	950,967	362,313	20,600	3,008	79,375	167,108	-	-	10,000	1,593,371
Sale of goods and services	173,896	7,644	42,195	5,000	54,031	57,088	1,802,473	-	3,761,794	5,904,121
Licences, permits and fees	370,265	565,646	3,450	158,680	500,083	29,132	233,825	-	-	1,861,081
Penalties and interest	303,004	-	-	-	-	-	-	-	-	303,004
Income (loss) from business enterprise	-	-	-	-	-	-	-	530,141	-	530,141
Return on investments	1,521,415	-	-	-	-	-	-	-	340,877	1,862,292
Gain (Loss) on disposal of tangible capital assets	-	-	-	64,249	-	-	-	-	-	64,249
Development cost charges	-	-	2,921	25,766	-	-	-	-	392,562	421,249
	17,587,049	973,228	190,265	356,370	633,489	253,328	2,036,298	530,141	5,482,950	28,043,118
Expenses										
Salaries and benefits	3,115,288	1,295,705	1,169,448	1,671,002	219,021	376,637	-	-	821,054	8,668,155
Contract services	1,043,808	168,201	356,861	507,977	335,346	2,201,783	1,670,016	-	986,846	7,270,838
Travel and education	167,954	15,940	17,457	22,124	2,585	-	-	-	17,867	243,927
Supplies and materials	157,325	6,025	188,216	235,313	46,689	234	41,001	-	611,535	1,286,338
Utilities	7,472	-	85,199	124,092	146,855	-	-	-	179,885	543,503
Interest and bank charges	57,147	11,158	42	-	215,527	828	-	-	28,897	313,599
Risk management	150,701	-	3,199	36,225	70,118	-	-	-	73,847	334,090
Grants	-	164,546	909,275	-	-	48,600	9,557	-	-	1,131,978
Amortization of tangible capital assets	182,041	2,649	380,378	1,601,502	256,939	-	-	-	1,602,778	4,026,287
Accretion of Asset Retirement Obligations	-	-	-	-	-	-	-	-	122,329	122,329
Recovery of Sewer Costs	(337,618)	-	-	(30,842)	-	-	-	-	368,460	-
	4,544,118	1,664,224	3,110,075	4,167,393	1,293,080	2,628,082	1,720,574	-	4,813,498	23,941,044
Annual Surplus (Deficit)	\$13,042,931	\$ (690,996)	\$ (2,919,810)	\$ (3,811,023)	\$ (659,591)	\$ (2,374,754)	315,724	\$ 530,141	\$ 669,452	\$ 4,102,074

District of Sechelt
Schedule 3 - Segmented Information

For the year ended December 31, 2023

	General Fund							Sewer Fund		
	General Government	Planning and Community Development	Community Services	Public Works	Facilities	Police Services	Solid Waste	SCPI	Sewer Operating	Total
Revenues										
Taxation and other levies	\$13,128,333	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 958,687	\$ 14,087,020
Private contributions	16,319	185,600	185,723	959,051	-	-	-	-	16,349	1,363,042
Government grants	937,756	177,178	456,730	7,663,728	80,465	88,613	-	-	656,665	10,061,135
Sale of goods and services	319,949	1,750	59,065	3,710	55,982	99,683	1,587,881	-	3,618,858	5,746,878
Licences, permits and fees	412,275	419,325	11,414	191,697	626,862	27,261	231,833	-	-	1,920,667
Penalties and interest	276,570	-	-	-	-	-	-	-	-	276,570
Income (loss) from business enterprise	-	-	-	-	-	-	-	(91,161)	-	(91,161)
Return on investments	1,359,900	-	-	-	57,000	-	-	-	344,974	1,761,874
Gain (Loss) on disposal of tangible capital assets	-	-	-	(2,443)	-	-	-	-	-	(2,443)
Development cost charges	-	-	4,177	311,770	-	-	-	-	1,014,753	1,330,700
	16,451,102	783,853	717,109	9,127,513	820,309	215,557	1,819,714	(91,161)	6,610,286	36,454,282
Expenses										
Salaries and benefits	2,852,550	1,144,192	1,101,405	1,668,165	188,978	366,261	-	-	695,610	8,017,161
Contract services	974,409	159,784	384,273	425,846	202,898	2,157,172	1,656,441	-	632,183	6,593,006
Travel and education	147,825	19,238	11,816	26,023	2,132	-	-	-	14,297	221,331
Supplies and materials	193,543	5,851	155,586	290,232	65,935	13,889	1,926	-	692,325	1,419,287
Utilities	6,902	-	55,817	177,785	127,934	-	-	-	171,088	539,526
Interest and bank charges	62,970	10,975	160	-	106,555	756	-	-	36,663	218,079
Risk management	125,711	-	2,797	32,267	57,145	-	-	-	65,344	283,264
Grants	-	159,307	931,879	-	-	48,600	9,671	-	-	1,149,457
Amortization of tangible capital assets	195,337	2,649	204,212	1,619,970	233,941	-	-	-	1,598,404	3,854,513
Accretion of Asset Retirement Obligations	-	-	-	-	-	-	-	-	117,308	117,308
Recovery of Sewer Costs	(337,618)	-	-	(30,842)	-	-	-	-	368,460	-
	4,221,629	1,501,996	2,847,945	4,209,446	985,518	2,586,678	1,668,038	-	4,391,682	22,412,932
Annual Surplus (Deficit)	\$12,229,473	\$ (718,143)	\$ (2,130,836)	\$ 4,918,067	\$ (165,209)	\$ (2,371,121)	\$151,676	\$(91,161)	\$2,218,604	\$ 14,041,350

District of Sechelt**Schedule 4 - COVID-19 Safe Restart Grant for Local Governments****For the year ended December 31, 2024**

	2024	2023
Balance, beginning of year	\$ 1,240,375	\$ 1,538,213
Eligible costs incurred:		
Building modifications	177,797	61,425
Recreation, parks and culture	56,649	5,038
Computer and technology costs to improve connectivity and virtual connections	154,496	210,258
Community Safety	38,883	21,117
Total eligible costs incurred	427,825	297,838
Balance, end of year	\$ 812,550	\$ 1,240,375

In November 2020, the Province of British Columbia issued grants to local governments for operations impacted by COVID-19.

The District has established a non-statutory reserve within accumulated surplus to track the use of the COVID-19 Safe Restart Grant funds.

District of Sechelt
Schedule 5 - Growing Communities Fund

For the Year Ended December 31, 2024

	2024	2023
Balance, beginning of year	\$3,446,987	\$ -
Interest and contributions	143,771	3,930,629
Eligible costs incurred:		
Active Transportation Network	174,694	483,642
Municipal Hall and Library Remediation	192,802	-
Wakefield Road Culvert Replacement	230,728	-
Balance, end of year	\$2,992,534	\$3,446,987

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 of Sechelt received \$3,759,000 of GCF funding in March 2023.



District of
SECHELT

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