

KEREMEOS IRRIGATION DISTRICT

Financial Statements

Year Ended December 31, 2024

KEREMEOS IRRIGATION DISTRICT

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Year Ended December 31, 2024

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Keremeos Irrigation District have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Keremeos Irrigation District's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Trustees is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility and meets periodically with management and the Trustees' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Board of Trustees approve of the financial statements. The Board also considers, for review and approval by the Trustees, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the Trustees by Omland Heal LLP, in accordance with Canadian public sector accounting standards.

Board Chair

Keremeos, BC
May 15, 2025



INDEPENDENT AUDITOR'S REPORT

To the Trustees of Keremeos Irrigation District

Report on the Financial Statements

Opinion

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

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the 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 relating 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.

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Auditor's Responsibilities for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

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.

Omland Heal LLP

Chartered Professional Accountants

Penticton, BC
May 15, 2025

KEREMEOS IRRIGATION DISTRICT

Statement of Financial Position
December 31, 2024

	2024	2023
Financial assets		
Cash and investments (Note 3)	\$ 718,772	\$ 567,495
Accounts receivable (Note 4)	107,554	109,687
	826,326	677,182
Liabilities		
Accounts payable and accrued liabilities (Note 5)	69,832	51,498
Deferred income	11,395	33,368
Long term debt (Note 6)	486,765	551,575
	567,992	636,441
Net financial assets	258,334	40,741
Non-financial assets		
Tangible capital assets (Schedule 2)	3,000,731	2,944,882
Supply inventory	26,346	32,271
Prepaid expenses	32,745	30,165
	3,059,822	3,007,318
Accumulated surplus	\$ 3,318,156	\$ 3,048,059

Commitments (Note 7)

On behalf of the District

Trustee

Trustee

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Statement of Operations and Accumulated Surplus

Year Ended December 31, 2024

	Budget (Unaudited) 2024	2024	2023
Revenues			
Domestic water	\$ 437,167	\$ 441,064	\$ 406,304
Irrigation taxes	345,716	345,774	321,746
Connection fees and upgrades	104,500	133,603	105,629
Capital levies	-	41,277	19,374
Percentage addition	-	11,376	9,258
Sundry and expense recoveries	-	4,066	14,268
Interest and penalties on taxes	500	2,116	1,019
Interest	-	1,393	1,475
	887,883	980,669	879,073
Expenses			
Operating expenses (Schedule 1)	515,644	575,548	611,709
Administrative expenses (Schedule 1)	184,218	135,024	139,752
	699,862	710,572	751,461
Annual surplus	188,021	270,097	127,612
Accumulated surplus - beginning of year	3,048,059	3,048,059	2,920,447
Accumulated surplus - end of year	\$ 3,236,080	\$ 3,318,156	\$ 3,048,059

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Statement of Changes in Net Financial Assets

Year Ended December 31, 2024

	Budget (Unaudited) 2024	2024	2023
Annual surplus	\$ 188,021	\$ 270,097	\$ 127,612
Amortization of tangible capital assets	-	105,145	97,317
Purchase of tangible capital assets	(157,850)	(179,811)	(164,701)
Loss (gain) on disposal of tangible capital assets	-	(10,183)	34,030
Proceeds on disposal of tangible capital assets	-	29,000	-
	30,171	214,248	94,258
Acquisition of prepaid expenses	-	(32,745)	(30,165)
Use of prepaid expenses	-	30,165	2,272
Use of supply inventory	-	5,925	(9,393)
	-	3,345	(37,286)
Increase in net financial assets	30,171	217,593	56,972
Net financial assets (debt) - beginning of year	40,741	40,741	(16,231)
Net financial assets - end of year	\$ 70,912	\$ 258,334	\$ 40,741

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Statement of Cash Flows

Year Ended December 31, 2024

	2024	2023
Operating activities		
Annual surplus	\$ 270,097	\$ 127,612
Items not affecting cash:		
Amortization of tangible capital assets	105,145	97,317
Loss (gain) on disposal of tangible capital assets	(10,183)	34,030
	365,059	258,959
Changes in non-cash working capital:		
Accounts receivable	2,133	137,050
Supply inventory	5,933	(9,393)
Accounts payable and accrued liabilities	18,326	(3,795)
Deferred income	(21,973)	24,795
Prepaid expenses	(2,580)	(27,893)
	1,839	120,764
Net change in cash from operating activities	366,898	379,723
Capital activity		
Purchase of tangible capital assets	(179,811)	(164,701)
Proceeds on disposal of tangible capital assets	29,000	-
Cash flow used by capital activity	(150,811)	(164,701)
Financing activity		
Repayment of long term debt	(64,810)	(46,326)
Cash flow used by financing activity	(64,810)	(46,326)
Increase in cash flow	151,277	168,696
Cash and investments - beginning of year	567,495	398,799
Cash and investments - end of year	\$ 718,772	\$ 567,495

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

1. Purpose of the District

Keremeos Irrigation District (the "District") operates and maintains a water system and provides water services to property owners in Keremeos, British Columbia. It is defined as an improvement district under the Municipal Act of British Columbia. The District is exempt from income tax under Section 149(1)(c) of the Income Tax Act.

2. Significant accounting policies

The financial statements were prepared in accordance with Canadian generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board ("PSAB") and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Fund accounting

The District follows the fund method of accounting for revenues and expenses with the resources and operations of the District segregated into funds. The Operating Fund, Capital Reserve Fund, Capital Expenditure Fund, and Capital Asset Fund are used for accounting and financial reporting purposes. Revenue and expenses related to water supply and maintenance are reported in the Operating Fund. Interest earned on investments are reported in the applicable fund in which the cash is held. The Capital Asset Fund reports revenues and expenses related to the District's tangible capital assets.

Cash and investments

Investments are term deposits with maturity dates of 23 months or less. Because of the short term maturity of these investments, the carrying amount approximates fair value.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Revenue recognition

Domestic water taxes are recorded on an accrual basis and recognized when the service or product is provided by the District. Other revenue is recorded as it is earned and measurable. Accounts that have been received in advance of services being rendered are recorded as deferred revenues until the District discharges the obligation that led to the collection of funds.

Contributed tangible capital assets are recorded at fair market value and amortized over the useful life of the assets.

Reserve funds

The Capital Reserve Fund is established under bylaw, pursuant to Section 698 and 706 of the Local Government Act, for the upgrading, replacement or renewal of existing capital works. The funds set aside, and interest earned on the funds, are deposited in a separate account at a financial institution. Disbursements can only be made from the account after a bylaw is passed by the trustees of the irrigation district.

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KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

2. Significant accounting policies (*continued*)

Use of estimates

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the District's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- providing for amortization of tangible capital assets;
- the estimated useful lives of tangible capital assets;
- the allowance for doubtful accounts;
- the allowance for inventory obsolescence; and
- the estimated accrued liability for ground water fees.

Liability for contaminated sites

The District recognizes and measures a liability for remediation of contaminated sites where:

- a) an environmental standard exists;
- b) contaminated levels exceed the environmental standards;
- c) the District is directly responsible or accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made

The liability is based on the present value of the estimated costs directly attributable to the remediation and post-remediation activities.

As at December 31, 2024 and 2023, no contaminated sites have been identified that meet the criteria outlined in the standard.

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KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

2. Significant accounting policies (*continued*)

Financial instruments

The District's financial instruments consist of cash and investments, accounts receivable and accounts payable. Unless otherwise noted, it is the Board's opinion that the District is not exposed to significant interest, currency or credit risk arising from these financial instruments.

Initial measurement

The District initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the District is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the District in the transaction.

Subsequent measurement

The District subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in income in the period incurred.

Financial assets measured at amortized cost on a straight-line basis include the cash, term deposits and accounts receivable.

Financial liabilities measured at amortized cost on a straight-line basis include the accounts payable and accrued liabilities and long term debt.

Transaction costs

Transaction costs attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in income over the life of the instrument using the straight-line method.

Impairment

For financial assets measured at cost or amortized cost, the District determines whether there are indications of possible impairment. When there are, and the District determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in income. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may be no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

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KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

2. Significant accounting policies (*continued*)

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and method:

Land and right of ways	N/A	
Patrol truck and backhoe	15 & 20 years	straight-line method
Control systems and electrical	10 & 20 years	straight-line method
Tools and equipment	10 years	straight-line method
Hydrants, buildings and pumphouses	40 - 50 years	straight-line method
Pumps, water distribution systems, watermains and wells	30 - 75 years	straight-line method
Paving and fencing	20 years	straight-line method
Reservoir	80 years	straight-line method

The District regularly reviews its tangible capital assets to eliminate obsolete items.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Contributed tangible capital assets are recorded at their fair market value on the date of contribution, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value.

Impairment of tangible capital assets

The District tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the tangible capital assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Government transfers

Government transfers are the transfer of assets from senior levels of government and are not the result of any exchange transactions, meaning there is no expectation to repay the amounts in the future. Government transfers are recognized in the fiscal year in which events giving rise to the transfer occur, providing the transfer is authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be made.

KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

3. Cash and investments

	2024	2023
Cash	\$ 68,772	\$ 567,340
Term deposits - Capital Reserve Fund	300,000	155
Term deposits - Capital Expenditure Fund	250,000	-
Term deposits - Capital Expenditure Fund	100,000	-
	\$ 718,772	\$ 567,495

In 2024, cash of \$1,606 (2023 - \$103,252) was internally restricted for use in the Capital Expenditure Fund and \$93,251 (2023 - \$323,490) was internally restricted for use in the Capital Reverse Fund.

Investments consist of seven term deposits with Valley First Credit Union which are cashable. Five of the term deposits totaling \$450,000 mature on October 1, 2025 at 1.25%. Two of the term deposits totaling \$200,000 mature on April 1, 2026 at 1.25%. Their use is internally restricted for use in their respective funds.

4. Accounts receivable

	2024	2023
Trade receivables	\$ 58,502	\$ 85,918
Goods and service tax rebate	47,635	23,769
Accrued interest receivable	1,417	-
	\$ 107,554	\$ 109,687

5. Accounts payable and accrued liabilities

	2024	2023
Accrued liabilities	\$ 36,716	\$ 30,099
Trade payables	16,606	5,426
Payroll liabilities	10,630	12,455
Banked hours payable	5,222	262
Accrued interest	658	3,256
	\$ 69,832	\$ 51,498

KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements
Year Ended December 31, 2024

6. Long term debt

	2024	2023
CIBC loan bearing interest at 4.35% per annum, repayable in monthly blended payments of \$5,258. The loan matures on April 30, 2025 and is secured by all present and after acquired personal property.	\$ 348,740	\$ 399,366
CIBC loan bearing interest at prime (5.45% as of December 31, 2024) per annum, repayable in monthly blended payments of \$1,332. The loan matures on August 31, 2034 and is secured by all present and after acquired personal property.	138,025	152,209
	<u>\$ 486,765</u>	<u>\$ 551,575</u>

CIBC prime rate as of report date is 4.95%

In the event that CIBC does not demand the loan at maturity, aggregate scheduled principal repayments required under the terms of the long term debt over the next five years and in total are estimated as follows:

Principal repayment terms are approximately:

2025	\$ 57,355
2026	59,986
2027	62,738
2028	65,618
2029	68,630
Thereafter	<u>172,438</u>
	<u>\$ 486,765</u>

The loans are due on demand and the District is subject to externally imposed minimum capital requirements, namely they must maintain a minimum Debt Service Ratio of 1.25 to 1.0 on an annual basis. As at December 31, 2024 the District was in compliance with this ratio.

The carrying value of the security at December 31, 2024 is \$3,000,731 (2023 - \$2,944,882)

KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

7. Commitments

The District has two agreements with the Village of Keremeos ("the Village") (Bylaws 311 and 312). The agreements are for the provision of water and water system operation and maintenance. In 2022, under the terms of the agreement (Bylaws 349 and 350), an extension was signed extending the agreement up to June 30, 2026.

The District signed a Letter of Understanding with the Village in 2014. The District agreed to give a 25% ownership of the water reservoir in exchange for \$300,000 in Provincial funding received by the Village. The condition to co-own is necessary as the Gas Tax Agreement between the Village and the Province states the tangible capital asset must be a benefit that is owned by the Village. If this condition is not met or the Village sells its share at any time within 10 years from the date of completion, the Village must repay the funds. Therefore, the Letter of Understanding states at the end of the 10 year period referred to in the Gas Tax Agreement, the Village will consider transferring ownership to the District. Alternatively, they may transfer ownership to to Province of BC.

The District signed an agreement with the Regional District Okanagan Similkameen ("the RDOS") in 2017 for \$78,000 in funding for the installation of water meters on well pumps that service the Village of Keremeos and Area 'G' residents. The agreement states that the District must retain title to, and ownership of, the infrastructure resulting from the project for at least five years after project completion. If the District sells, leases, encumbers or otherwise disposes of, directly or indirectly, any asset constructed, rehabilitated or improved, in whole or in part, with funds contributed by the RDOS for this project, other than to the Federal Government, the Government of the Province of British Columbia, a Local Government, or a Crown Corporation of British Columbia, the District will be required to repay the RDOS, on demand, a proportionate amount of the funds contributed by the RDOS, as follows: Within two years, 100% of the funding, and between two and five years after completion, 50% of the funding.

The District signed a Letter of Understanding with the Village in 2018. The Village agreed to give a 50% ownership of the Sparks Drive Supply Main in exchange for \$137,981. The agreement states that the District will be fully responsible for any operating, maintenance or repair costs associated with the Sparks Drive Supply Main. Additionally, the Village must retain title to, and ownership of, the infrastructure resulting from the project for at least five years after project completion. If the Village sells, leases, encumbers or otherwise disposes of, directly or indirectly, any asset constructed, rehabilitated or renovated, in whole or in part, with funds contributed by the Canada or the Province for this project, other than to Canada, the Province of British Columbia, a local government, or otherwise with Canada's consent, the Village may be required to repay any funds received for the Project.

8. Related party transactions

Each Board member of the District receives compensation for acting in their capacity as Trustees. During 2024, a total of \$8,947 (2023 - \$9,461) in compensation was paid to the Trustees.

Transactions with related parties are recorded at the exchange amount, which is the amount of consideration agreed to between the related parties.

KEREMEOS IRRIGATION DISTRICT

Notes to Financial Statements

Year Ended December 31, 2024

9. Financial instruments

The District is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the District's risk exposure and concentration as of December 31, 2024.

(a) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the District manages exposure through its normal operating and financing activities. The District is exposed to interest rate risk primarily through its floating interest rate credit facility.

Unless otherwise noted, it is management's opinion that the District is not exposed to significant other price risks arising from these financial instruments.

10. Budget

The District's budget was approved by the Board on February 21, 2024. The budget was not subject to audit or review.

KEREMEOS IRRIGATION DISTRICT

Schedule of Operations By Fund and Object
Year Ended December 31, 2024

	Budget (Unaudited) 2024	Operating Fund	Capital Reserve Fund	Capital Expenditure Fund	Capital Asset Fund	2024
Revenue						
Domestic water	\$ 437,167	\$ 441,064	\$ -	\$ -	\$ -	\$ 441,064
Irrigation taxes	345,716	345,774	-	-	-	345,774
Connection fees and upgrades	104,500	133,603	-	-	-	133,603
Capital levies	-	-	-	41,277	-	41,277
Percentage addition	-	11,376	-	-	-	11,376
Sundry and expense recoveries	-	4,066	-	-	-	4,066
Interest and penalties on taxes	500	2,116	-	-	-	2,116
Interest	-	-	315	1,078	-	1,393
	887,883	937,999	315	42,355	-	980,669
Operating expenses						
Amortization	-	-	-	-	105,145	105,145
Consulting fees	5,700	6,476	-	-	-	6,476
Insurance, licences and dues	43,400	49,403	-	-	-	49,403
Loss (gain) on disposal of assets	-	-	-	-	(10,183)	(10,183)
Management wages	141,024	152,254	-	-	-	152,254
Pumphouse maintenance	20,700	4,134	-	-	-	4,134
Pumping power	168,800	183,807	-	-	-	183,807
Supplies	-	-	-	-	-	-
System maintenance	49,200	40,543	-	-	-	40,543
Training	3,500	4,114	-	-	-	4,114
Vehicles	10,000	6,243	-	-	-	6,243
Wages	73,320	33,612	-	-	-	33,612
Total operating expenses	515,644	480,586	-	-	94,962	575,548

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Schedule of Operations By Fund and Object (continued)

Year Ended December 31, 2024

(S)

	Budget (Unaudited) 2024	Operating Fund	Capital Reserve Fund	Capital Expenditure Fund	Capital Asset Fund	2024
Administrative expenses						
Bank charges and interest	500	456	-	-	-	456
Employee benefits	37,957	33,579	-	-	-	33,579
Financial administrator	36,500	37,670	-	-	-	37,670
Interest on long term debt	-	25,417	-	-	-	25,417
Office and miscellaneous	7,950	7,486	-	-	-	7,486
Professional fees	83,411	13,361	-	-	-	13,361
Telephone, internet and utilities	8,600	8,108	-	-	-	8,108
Trustee remuneration	9,300	8,947	-	-	-	8,947
Total administrative expenses	184,218	135,024	-	-	-	135,024
Annual surplus (deficit)	188,021	322,389	315	42,355	(94,962)	270,097
Accumulated surplus - beginning of year	3,048,059	153,304	323,490	177,958	2,393,307	3,048,059
Acquisition of tangible capital assets, net	-	(179,811)	-	-	179,811	-
Proceeds on disposal of tangible capital assets	-	29,000	-	-	(29,000)	-
Repayment of debt	-	(64,810)	-	-	64,810	-
Interfund transfers	-	(69,761)	69,761	-	-	-
Accumulated surplus - end of year	\$ 3,236,080	\$ 190,311	\$ 393,566	\$ 220,313	\$ 2,513,966	\$ 3,318,156

See accompanying notes to financial statements.

KEREMEOS IRRIGATION DISTRICT

Schedule of Tangible Capital Assets
Year Ended December 31, 2024

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		Land and right of ways	Tools and equipment	Patrol truck and backhoe	Paving and fencing	Pumps, wells, water systems, watermains	Hydrants, buildings and pumphouses	Reservoir	2024
Cost									
Opening balance	\$	51,546	\$ 59,533	\$ 94,139	\$ 28,973	\$ 2,971,555	\$ 819,175	\$ 818,315	\$ 4,843,236
Add: additions		-	2,973	87,643	-	66,332	22,863	-	179,811
Less: disposals		-	(1,493)	(29,032)	-	-	-	-	(30,525)
		51,546	61,013	152,750	28,973	3,037,887	842,038	818,315	4,992,522
Accumulated amortization									
Opening balance	-	-	44,049	34,046	17,334	1,118,167	587,605	97,153	1,898,354
Add: amortization	-	-	3,079	8,724	998	67,153	14,962	10,229	105,145
Less: effects of disposals	-	-	(821)	(10,887)	-	-	-	-	(11,708)
		-	46,307	31,883	18,332	1,185,320	602,567	107,382	1,991,791
Net book value - December 31, 2024	\$	51,546	\$ 14,706	\$ 120,867	\$ 10,641	\$ 1,852,567	\$ 239,471	\$ 710,933	\$ 3,000,731
Net book value - December 31, 2023	\$	51,546	\$ 15,484	\$ 60,093	\$ 11,639	\$ 1,853,388	\$ 231,570	\$ 721,162	\$

See accompanying notes to financial statements.