DISTRICT OF NEW HAZELTON

SCHEDULE SHOWING THE REMUNERATION & EXPENSES PAID TO OR ON BEHALF FO EACH EMPLOYEE

1. Elected Officials

Name	Position	Remuneration
Weeber, Pieter	Mayor/Councillor	$ 10,352.52
Lowry, Marilyn	Councillor/Mayor	$ 5,262.82
Andersen, Normand	Councillor	$ 4,430.88
Burns, George	Councillor	$ 4,800.12
Henwood, Braunwyn	Councillor	$ 4,800.12
Sturney, Ray	Councillor	$ 369.24
Weeber, Michael	Councillor	$ 4,800.12
Willson, Janet	Councillor	$ 4,800.12
Total: elected officials		**$ 39,615.94**

2. Other Employees (excluding those listed in Part 1 Above)

Name	Position	Remuneration	Expenses
van Dyk, Donald	**CAO**	$ 97,011.51	$ 2,130.00
Andrews, Ruth	Summer Student	$ 9,150.58	$ 89.60
Berg, Allan	Publ Wks Super.	$ 78,105.26	$ 798.40
Blabey, Luke	Summer Student	$ 8,179.60	$ 89.60
Blair, Terry	Public Works	$ 59,348.23	$ 51.30
Bolger, James	Public Works	$ 55,987.82	$ 234.79
Busby, Robin	Summer Student	$ 8,908.42	$ -
Carle, Robyn	Dev. Serv. Officer	$ 15,615.00	$ 2,128.32
Croft, Sabrina	Public Works	$ 28,126.94	$ 268.80
Dooks, Sheri	Admin Assistant	$ 21,203.59	$ 209.12
Garceau, Carley	Summer Student	$ 9,360.00	$ 89.60
Hunt, Wendy	CFO	$ 55,003.92	$ 3,746.57
Meda, Flora	Front Counter	$ 8,295.00	$ -
Spooner, Vivienne	Front Counter	$ 40,273.23	$ -
Stewart, Joel	Summer Student	$ 5,570.50	$ 56.00
Total: Other Employees		**$ 500,139.60**	**$ 9,892.10**

3. Reonciliation

Total remuneration: Elected Officials	$	39,615.94
Total remuneration: Other Employees	$	500,139.60
Subtotal:	**$**	**539,755.54**
Reconciling Items	$	101,150.46
Total per statement of Revenue & Expenditure	**$**	**640,906.00**
Variance	$	-

- Prepared under the Financial Information Regulation, Schedule 1, section 6(2), (3), (4), (5), and (6)

Reconciling Items

Benefits	$	72,730.42
Protective Services Remuneration	$	15,505.00
Fitness Centre - Contract Employee	$	12,915.04
Total Reconciling Items	**$**	**101,150.46**

DISTRICT OF NEW HAZELTON

STATEMENT OF SEVERANCE AGREEMENTS

There were **no** severance agreements made between the District of New Hazelton and its non-unionized employees during the fiscal year 2011.

- Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)

SCHEDULE SHOWING PAYMENTS MADE FOR THE PROVISION OF GOODS OR SERVICES

1 Alphabetical list of suppliers who received aggregate payments exceeding 25,000

Supplier Name	Aggregate Amount Paid	
B. C HYDRO	$ 68,382.84	
BRANDT TRACTOR LTD.	$ 32,242.58	
LB PAVING	$ 109,383.50	
LEAH PIPE	$ 35,112.00	
ROYAL BANK VISA	$ 46,758.99	
Total aggregate amount paid to suppliers	**$ 291,879.91**	

2 Consolidated total paid to suppliers who received aggregate payments of $25,000 or less

Supplier Name	Aggregate Amount Paid	
Total aggregate amount paid to suppliers	**$ 486,742.09**	

3 Total payments to suppliers for grants and contributions exceeding $25,000

Supplier Name	Aggregate Amount Paid	
Consolidated total of grants exceeding $25,000	$ -	
Consolidated total of contributions exceeding $25,000	$ -	
Consolidation of all grants and contributions exceeding $25,000	$ -	

4 Reconciliation

Total aggregate payments exceeding $25,000 paid to suppliers	$	291,879.91
Consolidated total fo payments fo $25,000 or less paid to suppliers	$	486,742.09
Consolidated total of all grants and contributions exceeding $25,000	$	-
Reconciling items	$	-
Total per Statement of Revenue and Expenditures	$	778,622.00
Variance	$	-

Prepared under the Financial Information Regulation, Schedule 1, section 7 and the *Financial Information Act, section 2.*

Reconciling Items - Revenue and Expenditures

Total Reconciling Items	$0.00

DISTRICT OF NEW HAZELTON

STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in this Statement of Financial Information, produced under the Financial Information Act.

Wendy Hunt
Chief Financial Officer
June 20, 2012

Gail Lowry
Council Member on behalf of Council
June 20, 2012

▫ Prepared pursuant to the Financial Information Regulation, Schedule 1, section 9

DISTRICT OF NEW HAZELTON

MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles or stated accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Municipal Council is responsible for ensuring that management fulfils its responsibilities for finanacial reporting and internal control and exercises this reponsibility through the Committee of the Whole. The Committee of the Whole meets with management and the external auditors once a year, more frequently if necessary.

The Chief Administrative Officer has the responsibility of assessing the management systems and practices of the municipality.

The external auditors, McAlpine and Co., conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the corporation's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Committee of the Whole and meet with it on a yearly basis.

On behalf of the District of New Hazelton

Wendy Hunt
Chief Financial Officer
June 20, 2012

▫ Prepared pursuant to Financial Information Regulation, Schedule 1, section 9

THE DISTRICT OF NEW HAZELTON

Consolidated Financial Statements

As at December 31, 2011

McAlpine
& Co. CA
CHARTERED ACCOUNTANTS

THE DISTRICT OF NEW HAZELTON
COUNCIL - 2011

MAYOR
Gail Lowry

COUNCILORS

Braunwyn Henwood
Ray Sturney
Janet Willson
Pieter Weeber
George Burns
Mike Weeber

APPOINTED OFFICIALS - 2011

Chief Administrative Officer	Donny van Dyk
Chief Financial Officer	Wendy Hunt
Director of Public Works	Allan Berg

THE DISTRICT OF NEW HAZELTON

INDEX TO CONSOLIDATED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2011

INDEX

Management's Report	Page 1
Independent Auditors' Report	Page 2
Consolidated Statement of Financial Position	Page 3
Consolidated Statement of Operations	Page 4
Consolidated Statement of Changes in Net Financial Assets	Page 5
Consolidated Statement of Cash Flow	Page 6
Notes to Consolidated Financial Statements	Pages 7 - 13
Consolidated Schedule of Segmented Revenue and Expenses	Schedule 1
Consolidated Schedule of Tangible Capital Assets	Schedule 2
Consolidated Schedule of Reserve Fund Activities	Schedule 3

MANAGEMENT'S REPORT

The management of The District of New Hazelton is responsible for the integrity of the accompanying consolidated financial statements. The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. The preparation of the consolidated financial statements necessarily includes some amounts which are based on the best estimates and careful judgement of management.

To assist in meeting its responsibility, management maintains accounting, budget and other internal controls. These controls provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, in order that the integrity of financial records is maintained.

The consolidated financial statements have been audited by the independent firm of McAlpine & Co. Chartered Accountants. Their report to the Mayor and Council, stating the scope of their examination and opinion on the consolidated financial statements accompanies this statement.

Gail Lowry
Mayor

Donny van Dyk
Chief Administrative Officer

McAlpine & Co. CA
CHARTERED ACCOUNTANTS

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Telephone: (250) 635-4925
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Partners:
Curtis Billey, B.Comm, C.A.
Rory Reinbolt, C.A.
Michael Johnson, C.A.
Principal:
Sheryl Rice, C.G.A.
(Incorporated Professionals)

Web page: http://www.mcalpine-ca.net
E-mail: info@mcalpine-ca.net

INDEPENDENT AUDITORS' REPORT

To the Mayor and Members of Council of The District of New Hazelton

We have audited the accompanying financial statements of The District of New Hazelton, which comprise the statement of financial position as at December 31, 2011, and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The District of New Hazelton as at December 31, 2011, and the results of its operations and its cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

McAlpine & Co.

Terrace British Columbia
May 07, 2012

CHARTERED ACCOUNTANTS

THE DISTRICT OF NEW HAZELTON

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2011

	2011	2010
Financial assets		
Cash and short term investments - *(Note 2)*	$ 2,238,983	$ 1,483,579
Accounts receivable - *(Note 3)*	121,304	307,784
Taxes receivable - current	24,875	49,698
Taxes receivable - arrears	15,502	36,836
	2,400,664	1,877,897
Liabilities		
Accounts payable and accrued liabilities	43,292	53,076
Payable to other government bodies	20,855	33,297
Deferred revenue - *(Note 5)*	438,470	230,597
	502,617	316,970
Net financial assets	1,898,047	1,560,927
Non-financial assets		
Inventory - property	359,427	521,491
Tangible capital assets - *(Note 6)*	7,785,156	8,024,537
Prepaid expenses	16,542	13,095
	8,161,125	8,559,123
Accumulated surplus	$ 10,059,172	$ 10,120,050
Accumulated surplus comprised of:		
Operating fund	$ 1,883,560	$ 1,707,131
Reserves fund *(Schedule 3)*	390,456	388,382
Equity in tangible capital assets - *(Note 7)*	7,785,156	8,024,537
	$ 10,059,172	$ 10,120,050

Commitments and contingent liabilities - *(Note 10)*

Approved by:

Gail Lowry
Mayor

Donny van Dyk
Chief Administrative Officer

THE DISTRICT OF NEW HAZELTON

CONSOLIDATED STATEMENT OF OPERATIONS
AS AT DECEMBER 31, 2011

	2011	Budget	2010
Revenues			
Net taxes available for municipal purposes - *(Note 8)*	$ **588,523**	$ 617,175	$ 572,407
Utility usage fees	**157,196**	159,100	152,930
Other fees and sale of goods and services	**93,163**	68,160	70,346
Government grants and transfers - *(Note 9)*	**409,416**	414,000	700,306
ICBC commissions	**286,445**	200,000	259,502
Investment income	**58,306**		37,103
	1,593,049	1,458,435	1,792,594
Expenses			
General government	**527,788**	523,765	481,078
Protective services	**63,697**	106,550	45,261
Transportation and transit	**462,940**	495,500	442,086
Recreation and youth services	**42,200**	51,900	45,961
Water operations	**87,195**	123,175	108,821
Sewer operations	**63,646**	68,260	58,393
Tourism and community development	**10,000**	49,000	187,467
Other			9,872
Amortization	**317,835**		303,650
	1,575,301	1,418,150	1,682,589
Operating surplus	**17,748**	40,285	110,005
Other items			
Proceeds on disposal of land inventory	**83,437**		
Cost of land inventory sold	**(162,063)**		
	(78,626)		
Annual surplus	**(60,878)**	40,285	110,005
Accumulated surplus - beginning of year	**10,120,050**	10,120,050	10,010,045
Accumulated surplus - end of year	$ **10,059,172**	$ 10,160,335	$ 10,120,050

See notes to consolidated financial statements

THE DISTRICT OF NEW HAZELTON

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
AS AT DECEMBER 31, 2011

	2011	Budget	2010
Annual surplus	$ **(60,878)**	$ 40,285	$ 110,005
Acquisition of tangible capital assets	**(78,454)**	(843,500)	(746,466)
Amortization of tangible capital assets	**317,835**		303,650
(Gain) loss on disposal of land inventory	**78,626**		
Changes in other non-financial assets	**79,991**		3,947
Increase (decrease) in net financial assets	**337,120**	(803,215)	(328,864)
Net financial assets - beginning of year	**1,560,927**	1,560,927	1,889,791
Net financial assets - end of year	$ **1,898,047**	$ 757,712	$ 1,560,927

See notes to consolidated financial statements

THE DISTRICT OF NEW HAZELTON

CONSOLIDATED STATEMENT OF CASH FLOW
AS AT DECEMBER 31, 2011

	2011	2010
Operating transactions		
Annual surplus	$ (60,878)	$ 110,005
Non-cash items:		
Amortization	317,835	303,650
(Increase) decrease in inventory and other	158,617	3,947
Changes to financial assets/liabilities:		
(Increase) decrease in taxes receivable	46,157	(12,188)
Decrease (increase) in accounts receivable	186,480	(131,758)
Increase (decrease) in accounts payable	(9,784)	(53,738)
Increase (decrease) in government payables	(12,442)	1,644
Increase (decrease) in deferred revenue	207,873	(35,721)
Cash provided (used) by operating transactions	833,858	185,841
Capital transactions		
Acquisition of tangible capital assets	(78,454)	(746,466)
Cash applied to capital transactions	(78,454)	(746,466)
Financing and investing activities		
Debt repayment		(50,333)
Actuarial adjustments		(23,670)
Decrease in MFA debt reserve assets		46,356
Change in MFA debt reserve liability		(46,356)
Cash (provided) used in financing and investing activities		(74,003)
Increase (decrease) in cash position	755,404	(634,628)
Cash and equivalents - beginning of year	1,483,579	2,118,207
Cash and equivalents - end of year	$ 2,238,983	$ 1,483,579

Cash and equivalents is represented by cash and short-term investments.

See notes to consolidated financial statements

1. Significant accounting policies

The consolidated financial statements of The District of New Hazelton (the District) are prepared by management in accordance with Canadian generally accepted accounting principles for municipal governments established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants. The significant accounting policies are summarized as follows:

a) Basis of accounting

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

b) Fund accounting

Funds within the consolidated financial statements consists of the operating, capital and reserves funds. Transactions between funds are recorded as inter fund transfers.

Operating Fund	-	This fund, consisting of the general, water and sewer operating funds, comprises the operating costs of the services provided by the District.
Capital Fund	-	This fund, consisting of the general, water and sewer capital funds, comprises property, plant and equipment expenditures and related financing.
Reserves Fund	-	The reserves fund has been established to hold assets for specific future purposes as approved by Council. Allowable transfers to and from these funds are defined in reserve fund establishment bylaws.

c) Tangible capital assets

Tangible capital assets, comprised of capital assets and capital work-in-progress, are recorded at cost less accumulated amortization and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put in to service. Donated tangible capital assets are reported at fair value at the time of donation. Estimated useful lives are as follows:

Land improvements	15 years
Buildings	20 to 50 years
Furniture, equipment and technology	5 to 20 years
Motor vehicles	15 to 20 years
Transportation infrastructure	15 to 40 years
Water infrastructure	10 to 100 years
Sanitary sewer infrastructure	25 to 85 years

Inventories held for consumption are recorded at the lower of cost and replacement cost.

d) Land held for resale

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

1. **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 for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenue over expenses, provides the consolidated change in net financial assets for the year.

f) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. It is reasonably possible that circumstances may arise that cause actual results to differ from management estimates, however, management does not believe it is likely that such differences will materially affect the District's financial position. Adjustments, if any, will be reflected in operations in the period of settlement.

Significant areas requiring the use of management estimates relate to amortization of tangible capital assets, the collectibility of accounts and taxes receivable and landfill closure liability.

g) Financial instruments

The District's financial instruments consist of cash, short-term investments, accounts receivable, accounts payable and long-term debt. Unless otherwise noted, it is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

h) Reporting entity and principles of financial reporting

The District's reporting entity includes the operations of The District of New Hazelton municipal government and all related entities which are either owned or controlled by The District of New Hazelton.

2. **Cash and short-term investments**

Cash and short-term investments are comprised of cash on deposit and investments as follows:

	2011	2010
Municipal Finance Authority of B.C. investments:		
- Money market fund	**$ 202,640**	$ 200,567
Cash	**2,036,343**	1,283,012
	$ 2,238,983	$ 1,483,579

3. Accounts receivable

	2011	2010
Government grants receivable:		
Federal		
Western Economic Diversification Canada - Water Treatment Plant	$	$ 85,710
Provincial		
Northern Development Initiative Trust - Economic Capacity Fund		
Fund		30,000
Other		16,091
ICBC Commissions	**14,718**	13,500
Utilities - sewer and water	**13,808**	18,922
HST/GST rebate	**63,146**	132,741
Other	**29,632**	26,911
	$ **121,304**	$ 323,875

4. Municipal Finance Authority of B.C. - debt reserve

The Municipal Finance Authority of British Columbia ("MFA") provides capital financing for regional districts and their member municipalities. The MFA is required to establish a Debt Reserve 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 debt agreements. The MFA pays into the Debt Reserve Fund these monies from which interest earned thereon less administrative expenses becomes an obligation to the regional districts. It 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. Upon the maturity of a debt issue the unused portion of the Debt Reserve Fund established for that issue will be discharged to the Municipality.

5. Deferred revenue

Included in deferred revenue is the following:

	2011	2010
UBCM Federal Gas Tax Community Works Fund reserve - balance at beginning of year	$ 209,844	$ 245,565
Amount received during the year	75,275	75,279
Amount recovered for eligible expenditures		(111,000)
Balance - end of year	285,119	209,844
Other	174,104	20,753
	$ 459,223	$ 230,597

UBCM Federal Gas Tax Agreement Community Works Fund

Gas tax funding is provided by the Government of Canada. The use of the funding is established by a funding agreement between the Municipality and the Union of B.C. Municipalities. Gas tax funding may be used towards designated public transit, community energy, water, wastewater, solid waste and capacity building projects, as specified in the funding agreements.

6. Tangible capital assets

	2011	2010
Land	$ 373,342	$ 373,342
Buildings	3,021,306	3,115,156
Machinery and equipment	851,398	936,195
Transportation infrastructure	1,160,363	1,158,857
Water infrastructure	1,970,884	2,020,797
Sanitary sewer infrastructure	407,863	420,190
	$ 7,785,156	$ 8,024,537

For additional information, see the Consolidated Schedule of Tangible Capital Assets (Schedule 2).

7. Equity in tangible capital assets

Equity in tangible capital assets represents the net book value of total capital assets less long term obligations assumed to acquire those assets. The change in consolidated equity in tangible capital assets is as follows:

	2011	2010
Increases:		
Capital acquisitions	$ 78,454	$ 746,465
Retirement of debt - principal repayment		50,333
- actuarial adjustment		23,670
Decreases:		
Amortization	(317,835)	(303,650)
Change in equity in tangible capital assets	(239,381)	516,818
Equity in tangible capital assets - beginning of year	8,024,537	7,507,719
Equity in tangible capital assets - end of year	$ 7,785,156	$ 8,024,537

8. Net taxes available for municipal purposes

	2011	2010
Taxes:		
Property	$ 746,662	$ 697,130
Frontage	61,819	62,320
Revenue in lieu of taxes	81,823	110,564
Penalties and interest on taxes	10,262	7,059
	900,566	877,073
Less taxes on behalf of:		
School	212,720	226,610
North West Regional Hospital District	25,152	18,242
Regional District of Kitimat-Stikine	70,865	56,666
B.C. Assessment Authority	3,291	3,141
Other	15	7
	312,043	304,666
Net taxes available for municipal purposes	$ 588,523	$ 572,407

9. Government grants and transfers

The following government grants and transfers have been included in revenues:

	2011	2010
Unconditional grants and transfers		
Provincial	$ 407,666	$ 110,596
Regional District / Other	1,750	33,000
	409,416	143,596
Conditional grants and transfers		
Federal		222,855
Provincial		222,855
Deferred revenue - UBCM Federal Gas Tax Agreement		
Community Works Fund		111,000
		556,710
	$ 409,416	$ 700,306

10. Commitments and contingencies

a) Capital requirements

District Council has approved a 2011 - 2015 tangible capital expenditure financial plan of $4,806,890. The 2012 requirement of $1,111,500 is to be funded as follows:

Operating funds	$ 42,735
Allocation of surplus funds	508,765
Grants	560,000
	$ 1,111,500

b) Pension plan

The District of New Hazelton and its employees contribute to the Municipal Pension Plan (the plan), a jointly-trusteed pension plan. The board of trustees, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The plan has about 173,000 active members and approximately 63,000 retired members. Active members include approximately 35,000 contributors from local governments.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. The most recent valuation as at December 31, 2009 indicated an unfunded liability of $1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of the surplus to individual employers. Each employer expenses contributions to the plan in the year in which payments are made. The District of New Hazelton paid $37,555 for employer contributions to the plan in fiscal 2011 ($38,661 in 2010).

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

c) B.C. Assessment Authority appeals

Due to the uncertainty of the outcome of appeals to the B.C. Assessment Authority, it is not possible to accurately estimate any liability to repay taxes or any asset for taxes receivable. It is the policy of the District to record the effect of any tax adjustments relating to outstanding appeals in the year the taxes are repaid or received.

d) Contingent liabilities

The District, as a member of the Regional District of Kitimat-Stikine, is jointly and severally liable for their net capital liabilities.

THE DISTRICT OF NEW HAZELTON
Consolidated Schedule of Segmented Revenue and Expenses
Year Ended December 31, 2011

Schedule 1

	General government services	Protective services	Transportation and transit services	Recreation and youth services	Water operations	Sewer operations	Tourism and community development	Other	2011	2010	2011 Budget
Revenues											
Net taxes available for district purposes	$	$	$	$	$	$	$	$ 588,523	$ 588,523	$ 572,407	$ 617,175
User fees and sale of goods and services	8,644	300	1,700	7,697	115,890	41,306		83,437	258,974	170,884	227,260
Government grants and transfers	409,416								409,416	700,306	414,000
ICBC Commissions								286,445	286,445	259,502	200,000
Investment income								58,306	58,306	37,103	
Building rentals and other revenue								74,821	74,821	52,392	
Donated assets											
	418,060	300	1,700	7,697	115,890	41,306		1,091,532	1,676,485	1,792,594	1,458,435
Expenses											
Salaries, wages and benefits	371,371	15,505	157,972		54,250	41,808			640,906	610,632	710,550
Goods and services	154,289	48,192	304,968	42,200	32,945	21,838		162,063	766,494	728,380	707,600
Interest and bank charges	2,128								2,128	30,055	
Other							10,000		10,000	9,672	
Amortization								317,835	317,835	303,650	
	527,788	63,697	462,940	42,200	87,195	63,646	10,000	479,898	1,737,363	1,682,589	1,418,150
	$ (109,728)	$ (63,397)	$ (461,240)	$ (34,503)	$ 28,695	$ (22,340)	$ (10,000)	$ 611,634	$ (60,878)	$ 110,005	$ 40,285

THE DISTRICT OF NEW HAZELTON
Consolidated Schedule of Tangible Capital Assets
Year Ended December 31, 2011

Schedule 2

	Land	Buildings	Equipment, furniture and motor vehicles	Water infrastructure	Sewer infrastructure	Transportation infrastructure	Other	2011	2010
Cost									
Opening balance	$ 373,342	$ 3,914,667	$ 1,888,013	$ 2,947,576	$ 793,435	$ 2,170,220	$	$ 12,087,253	$ 11,340,789
Additions - purchased			19,097			59,357		78,454	746,467
Additions - donated									
Disposals									
Writedowns									
Ending balance	373,342	3,914,667	1,907,110	2,947,576	793,435	2,229,577		12,165,707	12,087,256
Accumulated amortization									
Opening balance		799,511	951,818	926,780	373,245	1,011,362		4,062,716	3,759,067
Amortization		93,850	103,898	49,909	12,327	57,851		317,835	303,652
Acc. amortization on disposals									
Ending balance		893,361	1,055,716	976,689	385,572	1,069,213		4,380,551	4,062,719
Net book value December 31, 2011	$ 373,342	$ 3,021,306	$ 851,394	$ 1,970,887	$ 407,863	$ 1,160,364	$	$ 7,785,156	$ 8,024,537

THE DISTRICT OF NEW HAZELTON
Consolidated Schedule of Reserve Fund Activities
Year Ended December 31, 2011

Schedule 3

	Machinery and equipment	Water capital	Sewer capital	Cemetery fund	Tax sale reserve	Sewer operations	Community Works fund	2011	2010 (restated)
Balance - beginning of year	$ 83,414	$ 32,160	$ 184,988	$ 3,513	$ 84,307	$	$	$ 388,382	$ 386,432
Transfers in									
Investment income	343	100	1,121	85	425			2,074	1,950
Balance - end of year	$ 83,757	$ 32,260	$ 186,109	$ 3,598	$ 84,732	$	$	$ 390,456	$ 388,382