Financial Statements Year Ended December 31, 2017



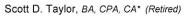
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NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Saturna Island Fire Protection Society as at December 31, 2017 and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Victoria, British Columbia May 11, 2018

CHARTERED PROFESSIONAL ACCOUNTANTS

Field & Company Let



Statement of Financial Position

December 31, 2017

	2017	2016
ASSETS		
CURRENT Cash Term deposits Goods and services tax recoverable Prepaid expenses	\$ 135,462 120,850 2,008 14,930	\$ 176,289 40,495 3,622 15,334
	273,250	235,740
PROPERTY, PLANT AND EQUIPMENT (Note 3)	947,869	1,006,036
	\$ 1,221,119	\$ 1,241,776
LIABILITIES AND NET ASSETS CURRENT		
Accounts payable and accrued liabilities Deferred income	\$ 3,280 110,148	\$ 3,100 114,791
	113,428	117,891
NET ASSETS		
Net assets invested in capital assets Unrestricted	947,869 159,822	1,006,036 117,849
	1,107,691	1,123,885
	\$ 1,221,119	\$ 1,241,776

APPROVED BY THE BOARD	
	President
	Treasure



Statement of Changes in Net Assets

Year Ended December 31, 2017

	Net assets invested in capital assets		in		2017		2016	
NET ASSETS - BEGINNING OF YEAR	\$	1,006,036	\$	3 117,849	\$	1,123,885	\$ 1,138,967	
Excess (deficiency) of revenue over expenditures Amortization on capital assets		- (58,167)		(16,194) 58,167		(16,194) -	(15,082)	
NET ASSETS - END OF YEAR	\$	947,869	9		\$	1,107,691	\$ 1,123,885	



Statement of Revenues and Expenditures

Year Ended December 31, 2017

	2017	2016
REVENUE		
Property tax assessments	\$ 145,740	\$ 145,300
Donations - cash	-	3,171
Donations - SIR	2,847	9,938
Grant - VIHA	10,500	10,500
Grant - PILT	6,631	7,419
Lease	5,643	5,843
Interest	475	292
	171,836	182,463
EXPENDITURES		
Amortization	58,167	68,097
Communications and signage	341	582
Facility service fee and rental	5,000	5,000
Honorarium and benefits	27,606	29,568
Insurance	14,676	12,036
Interest on long term debt		350
Office	1,132	5,987
Professional fees	5,401	3,376
Protective gear and uniforms	7,369	6,426
Repairs and maintenance	9,945	10,122
Supplies	5,901	7,881
Tax collection	2,430	2,777
Training	19,121	18,957
Travel	234	1,526
Utilities	8,154	6,785
Vehicles	21,640	17,375
Worksafe BC	913	700
	188,030	197,545
DEFICIENCY OF REVENUE OVER EXPENDITURES	\$ (16,194)	\$ (15,082)



Statement of Cash Flows

Year Ended December 31, 2017

	2017	2016
OPERATING ACTIVITIES		
Deficiency of revenue over expenditures Item not affecting cash:	\$ (16,194)	\$ (15,082)
Amortization of property, plant and equipment	58,167	68,097
	41,973	53,015
Changes in non-cash working capital:		
Goods and services tax recoverable	1,614	
Accounts payable and accrued liabilities	180	(269)
Deferred income	(4,643) 404	
Prepaid expenses	404	(1,002)
	(2,445)	(7,846)
	39,528	45,169
INVESTING ACTIVITIES		
Purchase of fire fighting equipment and support vehicles		(12,840)
Repayment of term debt	-	(5,860)
		(18,700)
INCREASE IN CASH	39,528	26,469
Cash and term deposits - beginning of year	216,784	190,315
CASH AND TERM DEPOSITS - END OF YEAR	\$ 256,312	\$ 216,784
CASH CONSISTS OF:		
Cash	\$ 135,462	\$ 176,289
Term deposits	120,850	40,495
	\$ 256,312	\$ 216,784



Notes to Financial Statements Year Ended December 31, 2017

(Unaudited - See Notice To Reader)

1. NATURE OF ORGANIZATION

The Saturna Island Fire Protection Society was incorporated under the Society Act of the Province of British Columbia, January 14, 1994. The purposes of the Society are to provide fire protection and emergency response services to the inhabitants of Saturna Island. The majority of the funds raised by the Society come from the taxation of real property on Saturna Island.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Property, plant and equipment

Property, plant and equipment are stated at cost or deemed cost less accumulated amortization. Property, plant and equipment are amortized over their estimated useful lives at the following rates and methods:

Equipment	20%
Fire and support vehicles	30%
Computer equipment	5%

Property, plant and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

3. PROPERTY, PLANT AND EQUIPMENT

	Cost				N	2017 et book value	2016 Net book value	
Land Buildings Fire and support vehicles Emergency transportation vehicle Equipment Radios	\$	115,651 1,110,706 265,913 4,000 42,427 14,257	\$	308,749 235,652 4,000 42,427 14,257	\$	115,651 801,957 30,261 - -	\$	115,651 846,385 44,000 - -
	\$	1,552,954	\$	605,085	\$	947,869	\$	1,006,036



Notes to Financial Statements Year Ended December 31, 2017

(Unaudited - See Notice To Reader)

4. DEFERRED INCOME

	2017		2016
Grant - VIHA	\$	2,500	\$ 2,500
Deferred lease - CRD		19,125	20,624
Deferred lease - Parks Canada	<u>12</u>	88,523	91,667
	\$	110,148	\$ 114,791

The Society received a grant from the Vancouver Island Health Authority (VIHA) in support of Saturna Island Rescue of which \$2,500 is deferred.

The Society entered into a 20 year prepaid lease with the Southern Gulf Islands Emergency Management Commission (CRD) effective September 14, 2010 for the use of both Emergency Services Buildings. The prepaid deposit on the lease is amortized into income over the 20 year lease period.

The Society entered into a 35 year prepaid lease with Parks Canada effective February 29, 2011 for the use of a portion of Emergency Services Building #1. The prepaid deposit on the lease is amortized into income over the 35 year lease period.

