

RURAL MUNICIPALITY OF ST. CLEMENTS

**Consolidated Financial Statements
For the Year Ended December 31, 2019**

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of St. Clements and have been prepared in compliance with legislation and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants Canada.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

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

Exchange Group Chartered Professional Accountants as the Municipality's appointed external auditors have audited the Consolidated Financial Statements. The Auditors' report is addressed to the Mayor and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.


Deepak Joshi
Chief Administrative Officer

INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
RURAL MUNICIPALITY OF ST. CLEMENTS

Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of St. Clements, which comprise the consolidated statement of financial position as at December 31, 2019 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2019, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of St. Clements as at December 31, 2019, and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2019 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality 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 these consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Municipality'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 Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditors' 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 Municipality'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 Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Municipality 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.

Exchange

Chartered Professional Accountants LLP
Winnipeg, Manitoba
January 24, 2022

RURAL MUNICIPALITY OF ST. CLEMENTS

Consolidated Financial Statements

For the Year Ended December 31, 2019

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RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2019

	<u>2019</u>	<u>2018</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 914,987	\$ 1,625,414
Amounts receivable (Note 4)	<u>2,587,569</u>	<u>2,363,316</u>
	<u>\$ 3,502,556</u>	<u>\$ 3,988,730</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 523,131	\$ 471,302
Landfill closure and post closure liabilities (Note 8)	947,419	1,059,745
Long-term debt (Note 9)	12,898,394	13,514,909
Deposits and other liabilities	<u>443,913</u>	<u>315,764</u>
	<u>14,812,857</u>	<u>15,361,720</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (11,310,301)</u>	<u>\$ (11,372,990)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 48,047,678	\$ 47,140,785
Inventories (Note 5)	742,562	740,840
Prepaid expenses (Note 19)	<u>499,540</u>	<u>503,238</u>
	<u>49,289,780</u>	<u>48,384,863</u>
ACCUMULATED SURPLUS (Note 13)	<u><u>\$ 37,979,479</u></u>	<u><u>\$ 37,011,873</u></u>

Approved on behalf of Council:

Mayor

Councillor

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2019

	2019 Budget (Note 12)	2019 Actual	2018 Actual
REVENUE			
Property taxes	\$ 7,700,939	\$ 7,778,957	\$ 7,635,980
Grants in lieu of taxation	221,403	100,633	220,686
User fees	1,894,439	1,905,815	2,362,003
Permits, licences and fines	322,420	321,685	328,205
Investment income	58,092	75,532	38,161
Other revenue	216,460	280,639	459,937
Water and sewer	492,700	595,561	501,654
Grants - Province of Manitoba	1,005,732	977,411	779,441
Grants - other	1,506,593	1,319,560	986,208
Total revenue (Schedules 2, 4 and 5)	13,418,778	13,355,793	13,312,275
EXPENSES			
General government services	1,837,957	1,938,600	2,072,368
Protective services	1,709,851	1,635,243	1,725,638
Transportation services	4,610,218	4,890,062	5,238,666
Environmental health services	1,462,760	1,296,084	1,238,285
Public health and welfare services	50,000	43,061	48,061
Regional planning and development	517,801	499,583	460,422
Resource conservation and industrial development	262,212	207,602	236,708
Recreation and cultural services	740,779	558,386	576,139
Water and sewer services	1,463,645	1,319,566	1,238,858
Total expenses (Schedules 3, 4 and 5)	12,655,223	12,388,187	12,835,145
ANNUAL SURPLUS (DEFICIT)	\$ 763,555	967,606	477,130
ACCUMULATED SURPLUS, BEGINNING OF YEAR		37,011,873	36,534,743
ACCUMULATED SURPLUS, END OF YEAR		\$ 37,979,479	\$ 37,011,873

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2019

	2019 Budget (Note 12)	2019 Actual	2018 Actual
ANNUAL SURPLUS (DEFICIT)	\$ 763,555	\$ 967,606	\$ 477,130
Acquisition of tangible capital assets	(968,431)	(2,912,396)	(853,880)
Amortization of tangible capital assets	1,833,440	1,856,907	1,867,072
Loss (Gain) on sale of tangible capital assets	-	(27,649)	(20,145)
Proceeds on sale of tangible capital assets	-	176,245	26,891
Decrease (increase) in inventories	-	(1,722)	483
Decrease (increase) in prepaid expense	-	3,698	(453,951)
	865,009	(904,917)	566,470
CHANGE IN NET FINANCIAL ASSETS	\$ 1,628,564	62,689	1,043,600
NET FINANCIAL ASSETS, BEGINNING OF YEAR		(11,372,990)	(12,416,590)
NET FINANCIAL ASSETS, END OF YEAR		\$ (11,310,301)	\$ (11,372,990)

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2019

	<u>2019</u>	<u>2018</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 967,606	\$ 477,130
Changes in non-cash items:		
Amounts receivable	(224,254)	1,631,732
Inventories	(1,722)	483
Prepays	3,698	(453,951)
Accounts payable and accrued liabilities	51,829	203,356
Deferred revenue	-	-
Landfill closure and post closure liabilities	(112,326)	50,661
Other liabilities	128,149	(147,608)
Loss (Gain) on sale of tangible capital asset	(27,649)	(20,145)
Loss (Gain) on sale of real estate held for sale	-	-
Amortization	1,856,907	1,867,072
	<u>2,642,238</u>	<u>3,608,730</u>
Cash provided by operating transactions		
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	176,245	26,891
Cash used to acquire tangible capital assets	(2,912,396)	(853,880)
	<u>(2,736,151)</u>	<u>(826,989)</u>
Cash applied to capital transactions		
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	-
Acquisition of real estate properties	-	-
Loans and advances issued	-	-
	<u>-</u>	<u>-</u>
Cash applied to investing transactions		
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	1,799,458
Debt repayment	(616,514)	(564,443)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
	<u>(616,514)</u>	<u>1,235,015</u>
Cash applied to financing transactions		
INCREASE IN CASH AND TEMPORARY INVESTMENTS	(710,427)	4,016,756
CASH AND TEMPORARY INVESTMENTS (BANK INDEBTEDNESS), BEGINNING OF YEAR	<u>1,625,414</u>	<u>(2,391,342)</u>
CASH AND TEMPORARY INVESTMENTS (BANK INDEBTEDNESS), END OF YEAR	<u>\$ 914,987</u>	<u>\$ 1,625,414</u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF ST. CLEMENTS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

1. Status of the Rural Municipality of St. Clements

The incorporated Rural Municipality of St. Clements ("the Municipality") is a municipality that was formed in 1884 pursuant to The Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, planning, parks and recreation, library and other general government operations. The Municipality also owns three utilities, has several designated special purpose reserves and provide funding support for other financial entities involved in economic development, recreation and tourism.

2. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with public sector accounting standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following significant accounting policies:

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Municipality. Inter-fund and inter-company balances and transactions have been eliminated. There are no controlled organizations included in these consolidated financial statements.

The Municipality has several partnership agreements in place, and as such, consistent with Canadian public sector accounting standards for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Red River Planning District (18.75%) (2018 - 18.75%)
Selkirk Weed Control District (38%) (2018 - 38%)
North Red Community Water Maintenance (33.3%) (2018 - 33.3%)
Gaynor Family Regional Library (25%) (2018 - 25%)
Red River North Flood Consortium (20%) (2018 - 20%)

The taxation with respect to the operations of the school divisions are not reflected in the Municipal surplus of these financial statements.

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. The Municipality did not administer any trust funds at year-end.

b) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

c) Cash and Temporary Investments

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

d) Investments

Temporary investments are accounted for at the lower of cost and market.

Portfolio investments are accounted for at cost.

e) Real Estate Properties Held for Sale

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

f) Landfill Closure and Post Closure Liabilities

The estimated cost to close and maintain solid waste landfill sites are based on estimated future expenses, in current dollars, adjusted for estimated inflation, and are charged to expenses as the landfill capacity is used.

g) 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 revenues over expenses, provides the change in net financial assets for

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

h) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 to 50 years
Buildings	25 to 40 years
Underground networks	40 to 60 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the Municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

i) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

j) Inventories

Inventories held for sale are recorded at the lower of cost and net realizable value.

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

k) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements when the transfer is authorized and eligibility criteria are met except, when and to the extent, stipulations by the transferor gives rise to an obligation that meets the definition of a liability. Stipulations by the transferor may require that the funds only be used for providing specific services or the acquisition of tangible capital assets. For transfers with stipulations an equivalent amount of revenue is recognized as the liability is settled.

Unearned revenue represents user charges and other fees which have been collected, for which the related services have yet to be provided. These amounts will be recognized as revenue in the fiscal year the services are provided.

l) Measurement Uncertainty

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued revenues are unknown at the time the financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used.

Measurement uncertainty in these financial statements exists in the accrual of the landfill closure and post closure liabilities. The accrual of the landfill liabilities is based on estimated future cash flows discounted to the financial statement date. The estimate of the future cash flows and the closure date of the landfill are based upon the best estimates by management. The actual future cash flows and closure date may differ significantly.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	2019	2018
Cash	\$ 914,987	\$ 1,625,414
Temporary investments	-	-
	<u>\$ 914,987</u>	<u>\$ 1,625,414</u>

The Municipality has designated \$3,308,540 (2018 - \$2,347,760) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has access to a line of credit as disclosed in Note 6.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	2019	2018
Taxes on roll (Schedule 11)	\$ 1,746,868	\$ 1,789,191
Government grants	75,252	89,942
Utility customers	106,803	105,602
Accrued interest	-	-
Organizations and individuals	562,199	371,415
Other governments	146,607	155,614
	<u>2,637,729</u>	<u>2,511,764</u>
Less allowances for doubtful amounts	<u>(50,160)</u>	<u>(148,448)</u>
	<u>\$ 2,587,569</u>	<u>\$ 2,363,316</u>

5. Inventories

Inventories for sale:

	2019	2018
Sunset Bay lots	\$ 725,000	\$ 725,000

Inventories for use:

Fuel	\$ 14,800	\$ 12,776
Aggregate	1,200	1,200
Supplies	1,562	1,864
	<u>\$ 17,562</u>	<u>\$ 15,840</u>
	<u><u>\$ 742,562</u></u>	<u><u>\$ 740,840</u></u>

6. Temporary Borrowings

The Municipality has access to a line of credit at Sunova Credit Union totaling \$6,799,000 consisting of an overdraft limit of \$6,689,000 and access to \$110,000 of funds available to cover the maximum debt obligation of the Visa credit cards. At December 31, 2019, none of this had been utilized (2018 - \$Nil).

7. Accounts Payable and Accrued Liabilities

	2019	2018
Accounts payable	\$ 367,628	\$ 338,095
Accrued expenses	94,993	86,662
Accrued interest payable	-	-
School levies	-	-
Other governments	60,510	46,545
	<u>\$ 523,131</u>	<u>\$ 471,302</u>

8. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The Municipality is currently operating Class 1 landfill sites in the Municipality. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Legislation requires the Municipality to monitor its closed landfill site(s). Post-closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

The Municipality uses a discount rate of 6.00% (2018 - 6.00%) to arrive at its post-closure liability \$947,419 (2018 - \$1,059,745). As at December 31, 2019, there are no closed landfill sites.

9. Long Term Debt

	2019	2018
General Authority:		
Debenture 15/21 for Grand Marais Heritage Centre, interest at 3.05%, payable at \$58,764 annually including interest, maturing December 2022	\$ 166,063	\$ 218,174
Debenture 6/15 for Roxanne Close Shoreline, interest at 3.50%, payable at \$5,383 annually including interest, maturing December 2034	61,996	65,100
	<u>\$ 228,059</u>	<u>\$ 283,274</u>
Utility Funds:		
Debenture 5/15 for Sunset (LID) low pressure sewer system, interest at 3.50%, payable at \$117,623 annually including interest, maturing 2034	\$ 1,354,716	\$ 1,422,550
Debenture 10/16 for Old River Rd (LID) low pressure sewer system, interest at 3.69%, payable at \$38,179 annually including interest, maturing December 2035	455,218	475,839
Debenture 11/16 for East Selkirk (LID-A) water & low pressure sewer system, interest at 3.69%, payable at \$184,857 annually including interest, maturing December 2035	2,204,117	2,303,959
Debenture 11/16 for East Selkirk (LID-B) water & low pressure sewer system, interest at 3.69%, payable at \$116,606 annually including interest, maturing December 2035	1,390,331	1,453,309
Debenture 16/16 for East Selkirk water & low pressure sewer system, interest at 2.0%, payable at \$ 172,688 annually (declining) including interest, maturing June 2036	2,118,530	2,246,927
Debenture 4/17 for the East Selkirk Lagoon, interest at 4.25%, payable at \$263,269 annually including interest, maturing December 2036	3,141,634	3,266,094
Debenture 9/2018 for East Selkirk water & low pressure sewer system, interest at 4.08%, payable at \$133,348 annually including interest, maturing December 2038	1,739,529	1,799,458
	<u>\$ 12,404,075</u>	<u>\$ 12,968,136</u>
Government Partnerships:		
Selkirk Weed Control District loan repayable in monthly blended instalments of \$974, bearing interest at 5.95%, and maturing on May 30, 2024 (38% of \$45,139)	\$ 17,153	\$ -
Red River Planning District Commercial line of credit of \$1,405,330 with Sunova Credit Union, bears interest at prime. Interest is charged monthly and is secured by a general security agreement (18.75% of \$1,328,568)	\$ 249,107	263,499
Total Government Partnerships	<u>266,260</u>	<u>263,499</u>
	<u>\$ 12,898,394</u>	<u>\$ 13,514,909</u>
Principal payments required in each of the next five years are as follows:		
2020	\$ 637,851	
2021	\$ 657,136	
2022	\$ 677,159	
2023	\$ 639,182	
2024	\$ 658,973	

10. Retirement Benefits

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees are expected to be \$152,119 (2018 - \$147,625) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2019 indicated the plan was 99.7% funded on a going concern basis and had an unfunded solvency liability of \$288.8 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2019.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

11. Financial Instruments

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

12. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by council.

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

13. Accumulated Surplus

	2019	2018
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ (1,366,602)	\$ 218,538
Utility operating fund(s) - Nominal surplus	(540,559)	(538,445)
TCA net of related borrowings	35,275,835	33,773,552
Reserve funds	3,308,440	2,347,760
Accumulated surplus of municipality unconsolidated	36,677,114	35,801,405
Accumulated surpluses of consolidated entities	1,302,365	1,210,468
Accumulated surplus per Consolidated Statement of Financial Position	\$ 37,979,479	\$ 37,011,873

14. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2019:

- a) Compensation paid to members of council amounted to \$278,320 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	Compensation	Expenses	Total
Mayor - Deborah Fiebelkorn	\$ 43,701	\$ 12,692	\$ 56,393
Councillor - David Sutherland	29,646	4,628	34,274
Councillor - Glen Basarowich	35,790	12,651	48,441
Councillor - Robert Belanger	25,293	2,860	28,153
Councillor - David Horbas	25,894	4,462	30,356
Councillor - Scott Spicer	29,620	8,207	37,827
Councillor - Sandra Strang	33,701	9,175	42,876
	<u>\$ 223,645</u>	<u>\$ 54,675</u>	<u>\$ 278,320</u>

- c) The following officers received compensation in excess of \$75,000:

Name	Position	Amount
D.J. Sigmundson	CAO	\$ 218,297
Gregory Elson	Director of Public Works	\$ 126,596
Colleen Sailor	Assistant CAO	\$ 102,211
Darren Otto	Public Works Lead Hand	\$ 100,932
Shannon Plischke	Finance Officer	\$ 82,523
Kevin Grabowski	Public Works Project Coordinator	\$ 81,453
Raymond Knott	Public Works Operator	\$ 77,248

15. Segmented Information

The Rural Municipality of St. Clements provides a wide ranges of services to its residents.

Segment information has been provided in Schedule 4 for the following services:

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resources Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies of the segments are consistent with those followed in the preparation of the financial statements as described in the summary of significant accounting policies.

16. Government Partnerships

The municipality has several partnership agreements for municipal services. The consolidated financial statements include the municipality's proportionate interest, as disclosed in note 2(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	2019	2018
Financial Position		
Financial assets	\$ 1,057,683	\$ 961,877
Financial liabilities	326,770	317,299
Net financial assets (liabilities)	730,913	644,578
Non-financial assets	571,452	565,890
Accumulated surplus	\$ 1,302,365	\$ 1,210,468
Result of Operations		
Revenues	\$ 1,212,566	\$ 1,229,921
Expenses	1,120,669	1,240,726
Annual surplus	91,897	(10,805)
Elimination of revenues(expenses) upon consolidation	51,134	49,115
Consolidated annual surplus (deficit)	\$ 40,763	\$ (59,920)

17. Public Utilities Board

The Public Utilities Board (PUB) regulates the rates charged by all water and sewer utilities, except the City of Winnipeg utility and those utilities operated by the Manitoba Water Services Board. PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. PUB's prescribed accounting policies on tangible capital assets and government transfers do not meet the recommendations of PSAB.

For information purposes, the Municipality has deferred the capital grants it has received in the past for its utilities and amortized them over the useful life of the related tangible capital asset.

No capital grants have been deferred and amortized in these financial statements.

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
East Selkirk	\$ 1,873,074	\$ -	\$ 40,719	\$ 1,832,355
	<u>\$ 1,873,074</u>	<u>\$ -</u>	<u>\$ 40,719</u>	<u>\$ 1,832,355</u>

Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
East Selkirk	\$ 1,873,074	\$ 30,726	\$ 40,719	\$ 1,863,081
Henderson	3,679,833	-	79,996	3,599,837
	<u>\$ 5,552,907</u>	<u>\$ 30,726</u>	<u>\$ 120,715</u>	<u>\$ 5,462,918</u>

18. Comparative Figures

Some of the comparative figures have been reclassified to conform with the current year's presentation.

19. Prepaid Rent

The Red River Planning District participated in the construction of a new office building. In October 2018, the District entered into an agreement with the City of Selkirk whereby the construction costs incurred were deemed to be prepayment of rent for a period of 30 years commencing on January 10, 2014 and ending on January 10, 2044. The Municipality's share of this prepaid rent is \$405,159 (18.75% of \$2,160,846).

20. COVID-19

Reactions and restrictions to Coronavirus (COVID-19) continue to evolve and change regularly. Management of the Municipality continues to maintain operations where possible, while looking out for the needs and safety of the public and employees.

Operations in the historical financial statements, as presented, do not give rise to potential going-concern issues. However, given the uncertainties on the economy, management cannot predict the effect that this will have on their future operations or cash flows.

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2019

SCHEDULE 1

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2019	2018
Cost										
Opening costs	\$ 5,043,650	\$ 7,738,363	\$ 8,108,518	\$ 137,738	\$ 370,783	\$ 30,525,641	\$ 27,908,423	\$ 32,460	\$ 79,865,576	\$ 79,091,714
Additions during the year	-	16,442	579,546	18,554	2,068,085	-	-	229,769	2,912,396	1,039,477
Disposals and write downs	(939)	-	(375,258)	-	-	-	-	-	(376,197)	(265,615)
Closing costs	5,042,711	7,754,805	8,312,806	156,292	2,438,868	30,525,641	27,908,423	262,229	82,401,775	79,865,576
Accumulated Amortization										
Opening accum'd amortization	790,454	2,335,801	5,070,178	122,597	-	21,364,364	3,041,397	-	32,724,791	30,930,991
Amortization	92,651	227,144	483,275	7,231	-	400,083	646,523	-	1,856,907	1,867,072
Disposals and write downs	-	-	(227,601)	-	-	-	-	-	(227,601)	(73,272)
Closing accum'd amortization	883,105	2,562,945	5,325,852	129,828	-	21,764,447	3,687,920	-	34,354,097	32,724,791
Net Book Value of Tangible Capital Assets	\$ 4,159,606	\$ 5,191,860	\$ 2,986,954	\$ 26,464	\$ 2,438,868	\$ 8,761,194	\$ 24,220,503	\$ 262,229	\$ 48,047,678	\$ 47,140,785

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2019

SCHEDULE 2

	2019 Actual	2018 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 7,651,626	\$ 7,395,852
Taxes added	127,331	240,128
	<u>7,778,957</u>	<u>7,635,980</u>
Grants in lieu of taxation:		
Federal government	-	10,810
Federal government enterprises	-	1,830
Provincial government	-	22,589
Provincial government enterprises	100,633	185,457
Other municipal governments	-	-
Non-government organizations	-	-
	<u>100,633</u>	<u>220,686</u>
User fees		
Parking meters	-	-
Sales of service	1,500,202	1,650,166
Sales of goods	-	-
Rentals	222,586	218,124
Development charges	183,027	493,713
Facility use fees	-	-
	<u>1,905,815</u>	<u>2,362,003</u>
Permits, licences and fines		
Permits	306,545	314,500
Licences	13,540	13,705
Fees	-	-
Fines	1,600	-
	<u>321,685</u>	<u>328,205</u>
Investment income:		
Cash and temporary investments	75,532	38,161
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>75,532</u>	<u>38,161</u>
Other revenue:		
Gain on sale of tangible capital assets	27,649	20,145
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Penalties and interest	215,162	255,762
Miscellaneous (specify):		
Recoveries	-	89,806
Donations	2,503	2,200
Other revenue	35,325	92,024
	<u>280,639</u>	<u>459,937</u>
Water and sewer		
Municipal utility(ies) (Schedule 9)	595,561	501,654
Consolidated water co-operatives	-	-
	<u>595,561</u>	<u>501,654</u>
Grants - Province of Manitoba		
Municipal operating grants	812,018	562,258
Other unconditional grants	-	-
Conditional grants	165,393	217,183
	<u>977,411</u>	<u>779,441</u>
Grants - other		
Federal government - gas tax funding	1,169,039	594,351
Federal government - other	-	250,000
Other municipal governments	150,521	141,857
	<u>1,319,560</u>	<u>986,208</u>
Total revenue	<u>\$ 13,355,793</u>	<u>\$ 13,312,275</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2019

SCHEDULE 3

	2019 Actual	2018 Actual
General government services:		
Legislative	\$ 275,898	\$ 304,508
General administrative	1,342,109	1,254,022
Other	320,593	513,838
	<u>1,938,600</u>	<u>2,072,368</u>
Protective services:		
Police	189,342	187,999
Fire	553,251	543,751
Emergency measures	37,589	71,364
Other	855,061	922,524
	<u>1,635,243</u>	<u>1,725,638</u>
Transportation services:		
Road transport		
Administration and engineering	-	-
Road and street maintenance	4,820,488	5,159,015
Bridge maintenance	9,970	-
Sidewalk and boulevard maintenance	-	-
Street lighting	59,604	79,651
Other	-	-
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>4,890,062</u>	<u>5,238,666</u>
Environmental health services:		
Waste collection and disposal	1,296,084	1,238,285
Recycling	-	-
Other	-	-
	<u>1,296,084</u>	<u>1,238,285</u>
Public health and welfare services:		
Public health	-	-
Medical care	-	-
Social assistance	43,061	48,061
Other	-	-
	<u>43,061</u>	<u>48,061</u>
Regional planning and development		
Planning and zoning	459,522	419,367
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	40,061	41,055
	<u>499,583</u>	<u>460,422</u>
Resource conservation and industrial development		
Rural area weed control	121,121	131,597
Natural resources	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	73,592	92,919
Industrial development	-	-
Tourism	12,889	12,192
Other	-	3,000
	<u>207,602</u>	<u>239,708</u>
Sub-totals forward	<u>\$ 10,510,235</u>	<u>\$ 11,023,148</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2019

SCHEDULE 3

	2019 Actual	2018 Actual
Sub-totals forward	\$ 10,510,235	\$ 11,023,148
Recreation and cultural services:		
Administration	-	-
Community centers and halls	208,356	293,209
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	-	-
Other recreational facilities	66,930	18,628
Museums	-	-
Libraries	283,100	264,302
Other cultural facilities	-	-
	558,386	576,139
Water and sewer services		
Municipal utility(ies) (Schedule 9)	1,319,566	1,238,858
Consolidated water co-operatives	-	-
	1,319,566	1,238,858
Total expenses	\$ 12,388,187	\$ 12,838,145

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2019

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE										
Property taxes	\$ 6,742,821	\$ 6,842,748	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	100,633	220,686	-	-	-	-	-	-	-	-
User fees	188,974	185,800	619,034	671,641	31,279	245,951	806,565	693,067	-	-
Grants - other	1,168,077	845,789	-	1,200	-	-	-	-	-	-
Permits, licences and fines	23,165	20,630	-	-	-	-	-	-	-	-
Investment income	47,440	25,864	19,652	6,210	-	-	-	-	-	-
Other revenue	269,679	447,505	178	386	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	812,018	562,258	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	42,620	42,669	32,000	70,680	-	-	-	-	-	-
Total revenue	\$ 9,395,427	\$ 9,193,949	\$ 670,864	\$ 750,117	\$ 31,279	\$ 245,951	\$ 806,565	\$ 693,067	\$ -	\$ -
EXPENSES										
Personnel services	\$ 1,140,256	\$ 1,091,115	\$ 477,682	\$ 524,114	\$ 1,354,052	\$ 1,293,492	\$ 268,032	\$ 284,792	\$ -	\$ -
Contract services	533,449	499,872	440,963	415,614	2,141,834	2,498,247	685,157	503,441	-	-
Utilities	34,986	35,692	45,537	51,819	102,521	112,717	32,103	7,339	-	-
Maintenance materials and supplies	52,510	67,835	324,073	419,413	605,669	649,039	264,228	371,114	-	-
Grants and contributions	109,206	115,105	4,348	3,354	-	-	-	-	43,061	48,061
Amortization	14,639	17,531	314,167	250,829	682,946	682,439	46,564	71,599	-	-
Interest on long term debt	11,042	55,437	-	30	-	-	-	-	-	-
Other	42,512	189,781	28,473	60,465	3,040	2,732	-	-	-	-
Total expenses	\$ 1,938,600	\$ 2,072,368	\$ 1,635,243	\$ 1,725,638	\$ 4,890,062	\$ 5,238,666	\$ 1,296,084	\$ 1,238,285	\$ 43,061	\$ 48,061
Surplus (Deficit)	\$ 7,456,827	\$ 7,121,581	\$ (964,379)	\$ (975,521)	\$ (4,858,783)	\$ (4,992,715)	\$ (489,519)	\$ (545,218)	\$ (43,061)	\$ (48,061)

* The general government category includes revenues and expenses that cannot be attributed to a particular sector.

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2019

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,036,136	\$ 793,232	\$ 7,778,957	\$ 7,635,980
Grants in lieu of taxation	-	-	-	-	-	-	-	-	100,633	220,686
User fees	199,215	517,644	39,014	33,398	21,734	14,502	-	-	1,905,815	2,362,003
Grants - other	37,676	36,579	32,053	31,426	81,754	71,214	-	-	1,319,560	986,208
Permits, licences and fines	298,520	307,575	-	-	-	-	-	-	321,685	328,205
Investment income	6,936	5,718	319	369	1,185	-	-	-	75,532	38,161
Other revenue	2,681	2,297	-	1,920	8,101	7,829	-	-	280,639	459,937
Water and sewer	-	-	-	-	-	-	595,561	501,654	595,561	501,654
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	812,018	562,258
Prov of MB - Conditional Grants	-	-	-	-	90,773	103,834	-	-	165,393	217,183
Total revenue	\$ 545,028	\$ 869,813	\$ 71,386	\$ 67,113	\$ 203,547	\$ 197,379	\$ 1,631,697	\$ 1,294,886	\$ 13,355,793	\$ 13,312,275
EXPENSES										
Personnel services	\$ 252,604	\$ 239,450	\$ 111,018	\$ 115,811	\$ 211,436	\$ 162,225	\$ 22,977	\$ 28,772	\$ 3,838,057	\$ 3,739,771
Contract services	100,601	73,643	22,099	39,731	18,091	9,727	18,475	39,212	3,960,669	4,079,487
Utilities	18,568	18,544	580	556	9,140	9,828	73,494	70,696	316,929	307,191
Maintenance materials and supplies	59,318	61,363	32,901	30,586	39,084	42,956	89,415	77,417	1,467,198	1,719,723
Grants and contributions	55,338	55,105	28,553	33,200	142,554	138,635	-	-	383,060	393,460
Amortization	2,847	2,712	11,493	16,671	137,813	212,523	646,523	612,768	1,856,992	1,867,072
Interest on long term debt	10,074	9,605	680	-	-	-	468,682	407,443	490,478	472,515
Other	233	-	278	153	268	245	-	2,550	74,804	255,926
Total expenses	\$ 499,583	\$ 460,422	\$ 207,602	\$ 236,708	\$ 558,386	\$ 576,139	\$ 1,319,566	\$ 1,238,858	\$ 12,388,187	\$ 12,835,145
Surplus (Deficit)	\$ 45,445	\$ 409,391	\$ (136,216)	\$ (169,595)	\$ (354,839)	\$ (378,760)	\$ 312,131	\$ 56,028	\$ 967,606	\$ 477,130

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2019

	Core Government		Controlled Entities		Government Partnerships		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE								
Property taxes	\$ 7,778,957	\$ 7,635,980	\$ -	\$ -	\$ -	\$ -	\$ 7,778,957	\$ 7,635,980
Grants in lieu of taxation	100,633	220,686	-	-	-	-	100,633	220,686
User fees	1,307,512	1,730,421	-	-	598,303	631,582	1,905,815	2,362,003
Grants - other	1,170,477	845,789	-	-	149,083	140,419	1,319,560	986,208
Permits, licences and fines	23,165	20,630	-	-	298,520	307,575	321,685	328,205
Investment income	47,440	25,864	-	-	28,092	12,297	75,532	38,161
Other revenue	269,679	447,505	-	-	10,960	12,432	280,639	459,937
Water and sewer	595,561	501,654	-	-	-	-	595,561	501,654
Prov of MB - Unconditional Grants	812,018	562,258	-	-	-	-	812,018	562,258
Prov of MB - Conditional Grants	88,918	140,682	-	-	76,475	76,501	165,393	217,183
Total revenue	\$ 12,194,360	\$ 12,131,469	\$ -	\$ -	\$ 1,161,433	\$ 1,180,806	\$ 13,355,793	\$ 13,312,275
EXPENSES								
Personnel services	\$ 3,216,572	\$ 3,104,808	\$ -	\$ -	\$ 621,485	\$ 634,963	\$ 3,838,057	\$ 3,739,771
Contract services	3,768,996	3,896,571	-	-	191,673	182,916	3,960,669	4,079,487
Utilities	306,393	290,897	-	-	10,536	16,294	316,929	307,191
Maintenance materials and supplies	1,219,579	1,396,431	-	-	247,619	323,292	1,467,198	1,719,723
Grants and contributions	382,917	393,317	-	-	143	143	383,060	393,460
Amortization	1,833,440	1,834,761	-	-	23,552	32,311	1,856,992	1,867,072
Interest on long term debt	479,754	462,880	-	-	10,724	9,635	490,478	472,515
Other	59,866	214,754	-	-	14,938	41,172	74,804	255,926
Total expenses	\$ 11,267,517	\$ 11,594,419	\$ -	\$ -	\$ 1,120,670	\$ 1,240,726	\$ 12,388,187	\$ 12,835,145
Surplus (Deficit)	\$ 926,843	\$ 537,050	\$ -	\$ -	\$ 40,763	\$ (59,920)	\$ 967,606	\$ 477,130

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	2019								
	Capital Improvements	Election	Nuisance Grounds	Bridge Repair	Public Works	Fire	Police	Environment	Gas Tax
REVENUE									
Investment income	\$ 4,990	\$ 49	\$ -	\$ 3,258	\$ 1,827	\$ 12,545	\$ -	\$ 2,004	\$ 15,006
Other income	-	-	-	-	-	-	-	-	-
Total revenue	4,990	49	-	3,258	1,827	12,545	-	2,004	15,006
EXPENSES									
Investment charges	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-
NET REVENUES	4,990	49	-	3,258	1,827	12,545	-	2,004	15,006
TRANSFERS									
Transfers from general operating fund	42,750	7,000	-	-	165,000	55,330	-	59,500	1,166,639
Transfers to general operating fund	(72,450)	-	-	(12,895)	(292,009)	(110,938)	-	(114,195)	(346,454)
Transfer from (to) nominal surplus	-	-	-	-	-	-	-	-	(260,770)
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	(24,710)	7,049	-	(9,637)	(125,182)	(43,063)	-	(52,691)	574,421
FUND SURPLUS, BEGINNING OF YEAR	205,250	-	-	154,738	212,141	642,236	-	88,206	445,965
FUND SURPLUS, END OF YEAR	\$ 180,540	\$ 7,049	\$ -	\$ 145,101	\$ 86,959	\$ 599,173	\$ -	\$ 35,515	\$ 1,020,386

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	2019							2018
	Recreation and Culture	Office Building	Road Reserve	Utility Expansion	East Selkirk Water	Lockport Utility	Sunset Utility	Total
REVENUE								
Investment income	\$ 2,077	\$ 554	\$ 6,676	\$ 672	\$ 3,258	\$ 3,431	\$ 2,001	\$ 58,348
Other income	-	-	-	-	-	-	-	-
Total revenue	2,077	554	6,676	672	3,258	3,431	2,001	58,348
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	2,077	554	6,676	672	3,258	3,431	2,001	58,348
TRANSFERS								
Transfers from general operating fund	10,000	15,000	1,012,501	100,477	-	-	-	2,634,197
Transfers to general operating fund	-	(14,757)	(586,582)	(90,000)	(30,000)	-	-	(1,670,280)
Transfer from nominal surplus	-	-	-	-	-	-	-	(260,770)
Transfers from utility operating fund	-	-	-	-	117,124	42,086	39,975	199,185
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	12,077	797	432,595	11,149	90,382	45,517	41,976	960,680
FUND SURPLUS, BEGINNING OF YEAR	92,776	24,377	41,900	20,366	163,594	161,847	94,364	2,347,760
FUND SURPLUS, END OF YEAR	\$ 104,853	\$ 25,174	\$ 474,495	\$ 31,515	\$ 253,976	\$ 207,364	\$ 136,340	\$ 3,308,440

RURAL MUNICIPALITY OF ST. CLEMENTS
 SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.
 For the Year Ended December 31, 2019

SCHEDULE 7

	2019 Budget	2019 Actual	2018 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	<u>\$ -</u>	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
As at December 31, 2019

SCHEDULE 8

	2019				2018
	Lockport	East Selkirk	Sunset	Total	Total
FINANCIAL ASSETS					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts receivable	33,580	59,729	13,494	106,803	105,602
Portfolio investments	-	-	-	-	-
Due from other funds	-	-	-	-	-
	<u>\$ 33,580</u>	<u>\$ 59,729</u>	<u>\$ 13,494</u>	<u>\$ 106,803</u>	<u>\$ 105,602</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 100	\$ 100	\$ 100	\$ 300	\$ -
Connection deposits	17,136	-	-	17,136	17,136
Long-term debt (Note 9)	455,218	10,594,141	1,354,716	12,404,075	12,968,136
Due to other funds	202,200	300,243	127,483	629,926	626,911
	<u>674,654</u>	<u>10,894,484</u>	<u>1,482,299</u>	<u>13,051,437</u>	<u>13,612,183</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (641,074)</u>	<u>\$ (10,834,755)</u>	<u>\$ (1,468,805)</u>	<u>\$ (12,944,634)</u>	<u>\$ (13,506,581)</u>
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	\$ 6,789,662	\$ 15,993,934	\$ 1,699,135	\$ 24,482,731	\$ 24,899,486
Inventories	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
	<u>6,789,662</u>	<u>15,993,934</u>	<u>1,699,135</u>	<u>24,482,731</u>	<u>24,899,486</u>
FUND SURPLUS (DEFICIT)	<u>\$ 6,148,588</u>	<u>\$ 5,159,179</u>	<u>\$ 230,330</u>	<u>\$ 11,538,097</u>	<u>\$ 11,392,905</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF UTILITY OPERATIONS - Lockport
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	-	-	-
Sewer			
Sewer fees	114,600	122,976	113,677
Lagoon tipping fees	-	-	-
sub-total- sewer	114,600	122,976	113,677
Property taxes	123,179	38,179	50,227
Government transfers			
Operating	-	-	-
Capital	-	30,726	-
sub-total- government transfers	-	30,726	-
Other			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	-	-	-
Penalties	100	-	-
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Prepaid LID	-	-	-
Other income	-	256	28
sub-total- other	100	256	28
Total revenue	\$ 237,879	\$ 192,137	\$ 163,932

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 9

SCHEDULE OF UTILITY OPERATIONS (cont'd) - Lockport
For the Year Ended December 31, 2019

	Budget	2019	2018
EXPENSES			
General			
Administration	\$ 10,050	\$ 100	\$ 353
Training costs	-	282	610
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total- general	<u>10,050</u>	<u>382</u>	<u>963</u>
Water General			
Purification and treatment	-	-	-
Water purchases	-	-	-
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>-</u>	<u>-</u>	<u>-</u>
Water Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Sewer General			
Collection system costs	1,500	350	1,029
Treatment and disposal cost	92,150	64,882	56,969
Lift Station costs	11,000	15,533	19,526
Transportation services	-	-	-
Connection costs	-	-	9,175
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>104,650</u>	<u>80,765</u>	<u>86,699</u>
Sewage Amortization & Interest			
Amortization	-	163,982	164,644
Interest on long term debt	17,558	17,558	19,080
sub-total- sewer amortization & interest	<u>17,558</u>	<u>181,540</u>	<u>183,724</u>
Total expenses	<u>\$ 132,258</u>	<u>\$ 262,687</u>	<u>\$ 271,386</u>
NET OPERATING SURPLUS	105,621	(70,550)	(107,454)
TRANSFERS			
Transfers from (to) operating fund	(20,621)	34,246	9,175
Transfers from (to) capital fund	(85,000)	-	-
Transfers from (to) reserve funds	-	(42,086)	(35,218)
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	<u>(78,390)</u>	<u>(133,497)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>6,226,978</u>	<u>6,360,475</u>
FUND SURPLUS, END OF YEAR		<u>\$ 6,148,588</u>	<u>\$ 6,226,978</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF UTILITY OPERATIONS - East Selkirk
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
REVENUE			
Water			
Water fees	\$ 155,500	\$ 140,949	\$ 140,427
Bulk Water fees	-	-	-
sub-total- water	<u>155,500</u>	<u>140,949</u>	<u>140,427</u>
Sewer			
Sewer fees	23,750	37,937	37,637
Lagoon tipping fees	143,000	153,720	144,307
sub-total- sewer	<u>166,750</u>	<u>191,657</u>	<u>181,944</u>
Property taxes	<u>883,151</u>	<u>880,334</u>	<u>625,382</u>
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	12,000	12,000	12,000
Connection charges	-	48,000	8,000
Installation service	-	-	-
Penalties	-	-	-
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Prepaid LID	-	-	-
Other income	-	1,273	-
sub-total- other	<u>12,000</u>	<u>61,273</u>	<u>20,000</u>
Total revenue	<u>\$ 1,217,401</u>	<u>\$ 1,274,213</u>	<u>\$ 967,753</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF UTILITY OPERATIONS (cont'd) - East Selkirk
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
EXPENSES			
General			
Administration	\$ 16,350	\$ 1,723	\$ 1,776
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total- general	<u>16,350</u>	<u>1,723</u>	<u>1,776</u>
Water General			
Purification and treatment	66,020	36,532	42,961
Water purchases	-	-	-
Transmission and distribution	10,000	2,935	11,087
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>76,020</u>	<u>39,467</u>	<u>54,048</u>
Water Amortization & Interest			
Amortization	-	212,901	212,901
Interest on long term debt	264,305	260,602	211,277
sub-total- water amortization & interest	<u>264,305</u>	<u>473,503</u>	<u>424,178</u>
Sewer General			
Collection system costs	43,520	14,849	26,254
Treatment and disposal cost	49,000	50,148	43,474
Lift Station costs	6,000	9,221	1,038
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>98,520</u>	<u>74,218</u>	<u>70,766</u>
Sewage Amortization & Interest			
Amortization	-	184,487	186,355
Interest on long term debt	142,048	140,733	125,002
sub-total- sewer amortization & interest	<u>142,048</u>	<u>325,220</u>	<u>311,357</u>
Total expenses	<u>\$ 597,243</u>	<u>\$ 914,131</u>	<u>\$ 862,125</u>
NET OPERATING SURPLUS	620,158	360,082	105,628
TRANSFERS			
Transfers from (to) operating fund	(473,404)	-	-
Transfers from (to) capital fund	(120,000)	-	-
Transfers from (to) reserve funds	<u>(26,754)</u>	<u>(117,124)</u>	<u>(98,076)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	242,958	7,552
FUND SURPLUS, BEGINNING OF YEAR		<u>4,916,221</u>	<u>4,908,669</u>
FUND SURPLUS, END OF YEAR		<u><u>\$ 5,159,179</u></u>	<u><u>\$ 4,916,221</u></u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF UTILITY OPERATIONS - Sunset
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	<u>-</u>	<u>-</u>	<u>-</u>
Sewer			
Sewer fees	21,700	21,680	21,697
Lagoon tipping fees	22,000	25,920	23,713
sub-total- sewer	<u>43,700</u>	<u>47,600</u>	<u>45,410</u>
Property taxes	<u>117,623</u>	<u>117,623</u>	<u>117,623</u>
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	-	-	-
Penalties	50	-	63
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	-	124	105
sub-total- other	<u>50</u>	<u>124</u>	<u>168</u>
Total revenue	<u>\$ 161,373</u>	<u>\$ 165,347</u>	<u>\$ 163,201</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
SCHEDULE OF UTILITY OPERATIONS (cont'd) - Sunset
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
EXPENSES			
General			
Administration	\$ 6,320	\$ 1,024	\$ 963
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total- general	<u>6,320</u>	<u>1,024</u>	<u>963</u>
Water General			
Purification and treatment	-	-	-
Water purchases	-	-	-
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>-</u>	<u>-</u>	<u>-</u>
Water Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Sewer General			
Collection system costs	25,510	659	658
Treatment and disposal cost	4,200	5,164	2,291
Lift Station costs	1,800	555	484
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	403	-
sub-total- sewer general	<u>31,510</u>	<u>6,781</u>	<u>3,433</u>
Sewage Amortization & Interest			
Amortization	-	85,154	48,868
Interest on long term debt	52,083	49,789	52,083
sub-total- sewer amortization & interest	<u>52,083</u>	<u>134,943</u>	<u>100,951</u>
Total expenses	<u>\$ 89,913</u>	<u>\$ 142,748</u>	<u>\$ 105,347</u>
NET OPERATING SURPLUS	71,460	22,599	57,854
TRANSFERS			
Transfers from (to) operating fund	(65,540)	-	-
Transfers from (to) capital fund	-	-	-
Transfers from (to) reserve funds	<u>(5,920)</u>	<u>(39,975)</u>	<u>(41,182)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	(17,376)	16,672
FUND SURPLUS, BEGINNING OF YEAR		<u>247,706</u>	<u>231,034</u>
FUND SURPLUS, END OF YEAR		<u>\$ 230,330</u>	<u>\$ 247,706</u>

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 10

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2019

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 7,700,939	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,700,939
Grants in lieu of taxation	221,403	-	-	-	-	-	-	221,403
User fees	1,296,136	-	-	-	-	-	598,303	1,894,439
Permits, licences and fines	23,900	-	-	-	-	-	298,520	322,420
Investment income	30,000	-	-	-	-	-	28,092	58,092
Other revenue	205,500	-	-	-	-	-	10,960	216,460
Water and sewer	-	492,700	-	-	-	-	-	492,700
Grants - Province of Manitoba	929,257	-	-	-	-	-	76,475	1,005,732
Grants - other	1,357,510	-	-	-	-	-	149,083	1,506,593
Transfers from revenue fund	-	1,121,082	-	-	(1,121,082)	-	-	-
Transfers from utility	2,000	-	-	-	(2,000)	-	-	-
Transfers from reserves	2,047,547	-	-	-	(2,047,547)	-	-	-
Total revenue	<u>\$ 13,814,192</u>	<u>\$ 1,613,782</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,170,629)</u>	<u>\$ -</u>	<u>\$ 1,161,433</u>	<u>\$ 13,418,778</u>
EXPENSES								
General government services	\$ 1,813,386	\$ -	\$ 14,639	\$ 8,933	\$ 999	\$ -	\$ -	\$ 1,837,957
Protective services	938,355	-	309,884	-	-	-	461,612	1,709,851
Transportation services	3,927,272	-	682,946	-	-	-	-	4,610,218
Environmental health services	1,416,196	-	46,564	-	-	-	-	1,462,760
Public health and welfare services	50,000	-	-	-	-	-	-	50,000
Regional planning and development	149,500	-	-	-	-	-	368,301	517,801
Resource cons and industrial dev	169,500	-	-	-	-	-	92,712	262,212
Recreation and cultural services	409,850	-	132,884	-	-	-	198,045	740,779
Water and sewer services	-	343,420	646,523	473,702	-	-	-	1,463,645
Fiscal services:								
Transfer to capital	803,431	205,000	-	-	(1,008,431)	-	-	-
Transfer to utility	1,121,082	-	-	-	(1,121,082)	-	-	-
Debt charges	64,148	1,032,688	-	(482,635)	(614,201)	-	-	-
Short term interest	-	-	-	-	-	-	-	-
Transfer to reserves	2,950,473	32,674	-	-	(2,983,147)	-	-	-
Allowance for tax assets	999	-	-	-	(999)	-	-	-
Total expenses	<u>\$ 13,814,192</u>	<u>\$ 1,613,782</u>	<u>\$ 1,833,440</u>	<u>\$ -</u>	<u>\$ (5,726,861)</u>	<u>\$ -</u>	<u>\$ 1,120,670</u>	<u>\$ 12,655,223</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,833,440)</u>	<u>\$ -</u>	<u>\$ 2,556,232</u>	<u>\$ -</u>	<u>\$ 40,763</u>	<u>\$ 763,555</u>

RURAL MUNICIPALITY OF ST. CLEMENTS
ANALYSIS OF TAXES ON ROLL
December 31, 2019

SCHEDULE 11

	<u>2019</u>	<u>2018</u>
Balance, beginning of year	\$ 1,789,191	\$ 1,687,871
Add:		
Tax levy (Schedule 12)	18,385,370	17,843,570
Taxes added	127,331	240,128
Penalties or interest	208,362	248,662
Other accounts added	-	-
Refunds and discounts	-	-
Tax Adjustments (specify)	-	-
Sub-total	<u>18,721,063</u>	<u>18,332,360</u>
Deduct:		
Cash collections - current	14,777,670	14,574,215
Cash collections - arrears	1,708,908	1,413,123
Write-offs	-	-
Tax discounts	-	-
E.P.T.C. - cash advance	2,276,808	2,243,702
Other credits (specify)	-	-
Sub-total	<u>18,763,386</u>	<u>18,231,040</u>
Balance, end of year	<u><u>\$ 1,746,868</u></u>	<u><u>\$ 1,789,191</u></u>

RURAL MUNICIPALITY OF ST. CLEMENTS
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2019

SCHEDULE 12

	2019			2018
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
Name of LUD	\$ -	\$ -	\$ -	\$ -
Name of LUD	\$ -	\$ -	-	-
Name of LUD	\$ -	\$ -	-	-
sub-total- L.U.D.			-	-
Debt charges:				
Frontage	\$ -	\$ -	346,042	360,091
ES Lagoon	\$ 724,594,770	\$ 0.353	255,782	255,355
At large	\$ 724,594,770	\$ 0.079	57,243	57,615
sub-total- Debt charges			659,067	673,061
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
Roads	\$ 724,594,770	\$ 1.000	724,595	711,294
Name of reserve	\$ -	\$ -	-	-
Name of reserve	\$ -	\$ -	-	-
sub-total- Reserves			724,595	711,294
General municipal	\$ 724,594,770	\$ 8.368	6,063,409	5,839,723
Special levies:				
Gull Lake 12/17	\$ -	\$ -	21,255	21,225
Curbside Pickup 3/18	\$ -	\$ -	179,393	146,475
Name of special levy	\$ -	\$ -	-	-
sub-total- Special levies			200,648	167,700
Business tax (rate%)	\$ -	\$ -	3,907	4,074
Total municipal taxes (Schedule 2)			7,651,626	7,395,852
Education support levy	\$ 23,895,770	\$ 9.770	233,462	212,704
Special levies:				
Lord Selkirk #11	\$ 495,646,120	\$ 14.931	7,400,492	7,213,810
Sunrise SD #13	\$ 56,924,590	\$ 13.845	788,121	766,174
River East Transcona SD #82	\$ 171,616,150	\$ 13.470	2,311,670	2,255,031
sub-total- Special levies			10,500,283	10,235,014
Total education taxes			10,733,744	10,447,718
Total tax levy (Schedule 11)			\$ 18,385,370	\$ 17,843,570

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 13

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
General government services:		
Legislative	\$ 275,898	\$ 304,508
General administrative	1,342,109	1,254,022
Other	320,593	513,838
	<u>1,938,600</u>	<u>2,072,368</u>
Protective services:		
Police	189,342	187,999
Fire	553,251	543,751
Emergency measures	37,589	71,364
Other	393,449	334,749
	<u>1,173,631</u>	<u>1,137,863</u>
Transportation services:		
Road transport		
Administration and engineering	-	-
Road and street maintenance	4,820,488	5,159,015
Bridge maintenance	9,970	-
Sidewalk and boulevard maintenance	-	-
Street lighting	59,604	79,651
Other	-	-
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>4,890,062</u>	<u>5,238,666</u>
Environmental health services:		
Waste collection and disposal	1,296,084	1,238,285
Recycling	-	-
Other	-	-
	<u>1,296,084</u>	<u>1,238,285</u>
Public health and welfare services:		
Public health	-	-
Medical care	-	-
Social assistance	43,061	48,061
Other	-	-
	<u>43,061</u>	<u>48,061</u>
Regional planning and development		
Planning and zoning	99,914	70,038
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	40,061	41,055
	<u>139,975</u>	<u>111,093</u>
Resource conservation and industrial development		
Rural area weed control	44,940	49,264
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	73,592	92,919
Industrial development	-	-
Tourism	12,889	12,192
Other	-	-
	<u>131,421</u>	<u>154,375</u>
Sub-totals forward	<u>\$ 9,612,834</u>	<u>\$ 10,000,711</u>

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE 13

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
Sub-totals forward	\$ 9,612,834	\$ 10,000,711
Recreation and cultural services:		
Administration	-	-
Community centers and halls	208,356	293,209
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	-	-
Other recreational facilities	66,930	18,628
Museums	-	-
Libraries	110,968	92,129
Other cultural facilities	-	-
	386,254	403,966
Total expenses	\$ 9,999,088	\$ 10,404,677

RURAL MUNICIPALITY OF ST. CLEMENTS

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) (UNAUDITED)

December 31, 2019

SCHEDULE 14

	General	2019 Utility	Total	2018 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 147,952	\$ 456,180	\$ 604,132	\$ 3,452,376
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	2,634,197	199,185	2,833,382	2,843,339
Eliminate revenue - transfers from reserves	(1,670,280)	-	(1,670,280)	(1,959,666)
Increase revenue - reserve funds interest	58,348	-	58,348	61,250
Increase revenue - reserve funds other revenue	-	-	-	-
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	40,763	-	40,763	(59,920)
Decrease expense - contributions to consolidated entities	51,134	-	51,134	49,115
Eliminate revenue - transfer from (to) nominal surplus	-	(260,770)	(260,770)	(1,293,367)
Decrease (Increase) expense - decrease (increase) in landfill liability	112,326	-	112,326	(50,661)
Increase (decrease) revenue - gain (loss) on disposal of capital assets	27,921	-	-	18,225
Decrease revenue - proceeds on disposal of capital assets	(176,245)	-	-	(26,891)
Increase expense - amortization of tangible capital assets	(1,186,916)	(646,524)	(1,833,440)	(1,834,761)
Decrease revenue - proceeds from long term debt	-	-	-	(1,799,458)
Decrease expense - principal portion of debenture debt	55,215	564,060	619,275	555,063
Increase expense - capital acquisitions transferred to assets under construction	(2,068,085)	(229,769)	(2,297,854)	(311,917)
Eliminate expense - acquisitions of tangible capital assets	2,629,145	229,769	2,858,914	834,403
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 655,475	\$ 312,131	\$ 967,606	\$ 477,130