

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

Rural Municipality of St. Clements
1043 Kittson Road
East Selkirk, MB
R0E 0M0

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 Canadian public sector accounting standards established by the Public Sector Accounting Board of The Chartered Professional Accountants of 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.

Reid & Miller as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Reeve 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
CAO

Independent Auditors' Report

To the Reeve and members of Council of the
Rural Municipality of St. Clements

Opinion

We have audited the accompanying consolidated financial statements of Rural Municipality of St. Clements, which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statement of operations, cash flows and change in net debt for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Rural Municipality of St. Clements as at December 31, 2022, and the consolidated results of its operations, its consolidated change in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Effective January 1, 2022, the Municipality adopted PS 3280 Asset Retirement Obligations ("ARO") which requires the Municipality to recognize an ARO liability when there is a legal obligation to incur retirement costs in relation to a tangible capital asset. The Municipality has not provided a reasonable estimate for the asset retirement costs associated with buildings containing asbestos to determine the ARO as at December 31, 2022 and we were unable to satisfy ourselves concerning this liability by alternative means. Consequently, we were not able to determine whether any adjustments would be necessary to liabilities, net financial assets, tangible capital assets, accumulated surplus, expenses, annual surplus, or change in net financial assets for the year ended December 31, 2022.

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 consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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 Consolidated Financial Statements

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

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

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.

The comparative figures were audited by another firm of public accountants.

January 28, 2026
Winnipeg, Manitoba

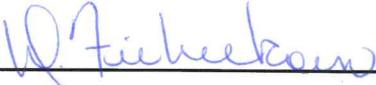
Reid & Miller
Chartered Professional Accountants Inc.

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

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RURAL MUNICIPALITY OF ST. CLEMENTS**CONSOLIDATED STATEMENT OF FINANCIAL POSITION****As at December 31, 2022**

	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS		
Cash and temporary investments	12,716,813	14,125,299
Accounts receivable (note 3)	2,981,902	4,374,174
Deposits (note 5)	-	223,974
	<u>15,698,715</u>	<u>18,723,447</u>
LIABILITIES		
Accounts payable and accrued liabilities (note 7)	7,073,687	6,912,945
Asset Retirement Obligations (note 8)	1,161,344	1,067,526
Long-term debt (note 9)	17,036,420	18,194,765
	<u>25,271,451</u>	<u>26,175,236</u>
NET DEBT	<u>(9,572,736)</u>	<u>(7,451,789)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (schedule 1)	58,480,496	52,705,634
Inventories (note 4)	31,711	117,366
Prepaid expenses (note 6)	80,977	499,808
	<u>58,593,184</u>	<u>53,322,808</u>
ACCUMULATED SURPLUS (note 19)	<u>49,020,448</u>	<u>45,871,019</u>

Approved on Behalf of the Council

Mayor

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

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2022

	2022 Budget (Unaudited) \$	2022 Actual \$	2021 Actual \$
REVENUE			
Property taxes	8,749,328	8,801,035	8,447,609
Grants in lieu of taxation	247,316	247,316	245,859
User fees	1,526,469	2,439,980	1,519,031
Grants - Province of Manitoba	907,950	1,243,880	1,854,759
Grants - Other	952,352	879,440	1,909,002
Permits, licences and fees	19,300	492,087	549,379
Investment revenue	20,000	310,868	60,800
Other revenue	224,459	(500,719)	231,838
Water and sewer	594,700	3,969,938	2,221,361
Total revenue <i>(schedules 2, 4 and 5)</i>	<u>13,241,874</u>	<u>17,883,825</u>	<u>17,039,638</u>
EXPENSES			
General government services	2,269,523	2,100,115	1,871,893
Protective services	1,166,187	1,650,661	1,987,913
Transportation services	6,205,117	6,452,407	4,574,212
Environmental health services	1,670,396	1,530,030	1,622,415
Public health and welfare services	50,000	43,061	43,061
Regional planning and development	128,100	762,315	609,348
Resource conservation and industrial development	225,000	185,652	217,170
Recreation and cultural services	454,184	617,385	594,872
Water and sewer	1,508,683	1,392,770	1,548,819
Total expenses <i>(schedules 3, 4 and 5)</i>	<u>13,677,190</u>	<u>14,734,396</u>	<u>13,069,703</u>
ANNUAL SURPLUS	(435,316)	3,149,429	3,969,935
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>45,871,019</u>	<u>45,871,019</u>	<u>41,901,084</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>45,435,703</u>	<u>49,020,448</u>	<u>45,871,019</u>

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

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF NET DEBT
For the Year Ended December 31, 2022

	2022 Budget (Unaudited) \$	2022 Actual \$	2021 Actual \$
ANNUAL SURPLUS	<u>(435,316)</u>	<u>3,149,429</u>	<u>3,969,935</u>
Acquisition of tangible capital assets	(2,688,000)	(7,925,200)	(6,280,041)
Proceeds on disposal of tangible capital assets	-	(395,896)	(241,436)
Amortization of tangible capital assets	1,825,491	1,774,497	1,794,660
Loss on sale of tangible capital assets	-	769,209	78,013
Loss on sale of real estate held for resale	-	2,528	-
Decrease in inventories	-	85,655	461,424
Decrease in prepaid expense	-	418,831	(16,435)
CHANGE IN NET DEBT	<u>(1,297,825)</u>	<u>(2,120,947)</u>	<u>(233,880)</u>
NET DEBT BEGINNING OF YEAR	<u>(7,451,789)</u>	<u>(7,451,789)</u>	<u>(7,217,909)</u>
NET DEBT END OF YEAR	<u><u>(8,749,614)</u></u>	<u><u>(9,572,736)</u></u>	<u><u>(7,451,789)</u></u>

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

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2022

	2022 Actual \$	2021 Actual \$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus	3,149,429	3,969,935
Changes in non-cash items:		
Amortization	1,774,497	1,794,660
Loss on disposal of tangible capital assets	769,209	78,013
Loss on disposal of real estate held for resale	2,528	-
	<u>5,695,663</u>	<u>5,842,608</u>
Net changes in non-cash working capital affecting operations (<i>note 23</i>)	<u>2,151,318</u>	<u>4,430,222</u>
	<u>7,846,981</u>	<u>10,272,830</u>
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	(395,896)	(241,436)
Cash used to acquire tangible capital assets	<u>(7,925,200)</u>	<u>(6,280,041)</u>
	<u>(8,321,096)</u>	<u>(6,521,477)</u>
INVESTING		
Deposits deferred	223,974	-
Realization of deposits	-	(223,974)
	<u>223,974</u>	<u>(223,974)</u>
FINANCING		
Long-term debt issued	-	5,955,148
Reduction in long-term debt	<u>(1,158,345)</u>	<u>-</u>
	<u>(1,158,345)</u>	<u>5,955,148</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	<u>(1,408,486)</u>	<u>9,482,527</u>
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>14,125,299</u>	<u>4,642,772</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>12,716,813</u></u>	<u><u>14,125,299</u></u>
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash	12,564,386	13,961,240
Internally restricted cash	<u>152,427</u>	<u>164,059</u>
	<u><u>12,716,813</u></u>	<u><u>14,125,299</u></u>

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

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

1. STATUS OF THE RURAL MUNICIPALITY OF ST. CLEMENTS

The incorporated Rural Municipality of St. Clements is a municipality that was formed in 1884 pursuant to the Manitoba 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 owns three utilities, has several designated special purpose reserves and provides 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 Canadian generally accepted accounting principles 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 Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment 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:

	Consolidated	
	2022	2021
Red River Planning District	18.75 %	18.75 %
Selkirk Weed Control District	38.00 %	38.00 %
North Red Community Water Maintenance	33.30 %	33.30 %
Gaynor Family Regional Library	25.00 %	25.00 %
Red River North Flood Consortium	20.00 %	20.00 %

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.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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) FINANCIAL INSTRUMENTS

The municipality classifies its financial instruments as either fair value, cost or amortized cost. The municipality's accounting policy for each category is as follows:

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The municipal organization has not designated any of its portfolio investments or borrowings at fair value that would otherwise be classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Consolidated Statement of Remeasurement Gains and Losses until they are realized. When realized they are transferred to the Consolidated Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Consolidated Statement of Operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and public debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

d) CASH AND CASH EQUIVALENTS

Cash equivalents include short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

e) PORTFOLIO INVESTMENTS

Portfolio investments are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method.

RURAL MUNICIPALITY OF ST. CLEMENTS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2022

f) 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.

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 (debt) for the year.

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.

Amortization is provided using the straight line method using rates intended to amortize the cost of assets over their estimated useful lives.

General Tangible Capital Assets

Land	Indefinite
Land improvements	10 to 40 years
Buildings and leasehold improvements	25 to 40 years
Vehicles and equipment	
Vehicles	5 years
Machinery and equipment	2 to 10 years
Computer hardware and software	4 years

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

Infrastructure Assets

Roads, Streets, and Bridges

Land	Indefinite
Road surface	20 years
Road grade	40 years
Traffic lights and equipment	10 years
Land	Indefinite
Land improvements	30 years
Underground networks	40 to 60 years
Machinery & equipment	5 to 10 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. Cost is determined on a first in, first out basis.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

k) REVENUE RECOGNITION

Revenues are recognized as they are earned and measurable.

Certain government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs, in the completion of specific work or for the acquisition of tangible capital assets. In addition, certain user charges and fees are collected for which the related service have yet to be performed. Revenue is recognized in the fiscal year when the related costs are incurred, services performed or the tangible capital assets are acquired.

In accordance with PSAB guidelines, government transfers, as well as revenue from contributed assets, are required to be recognized as revenue in the consolidated financial statements in the fiscal year in which the tangible capital assets are acquired.

l) ASSET RETIREMENT OBLIGATIONS

Asset retirement obligations reflect the legal obligations arising from the retirement of the municipality's tangible capital assets, and are recognized when:

- there is a legal obligation for the municipality to incur costs in relation to a specific tangible capital asset,
- there is a past transaction or event causing the liability that has occurred,
- when economic benefits will need to be given up to remediate the liability, and
- when a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

m) MEASUREMENT UNCERTAINTY

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts 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. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	2022	2021
	\$	\$
Tax assets (<i>schedule 10</i>)	2,083,433	1,654,211
Government grants and receivables	567,311	2,228,698
Utility customers	100,768	101,117
Organizations and individuals	286,653	440,308
	3,038,165	4,424,334
Allowance for doubtful accounts	(56,263)	(50,160)
	<u>2,981,902</u>	<u>4,374,174</u>

4. INVENTORIES

	2022	2021
	\$	\$
Inventories	30,511	116,166
Gravel	1,200	1,200
	<u>31,711</u>	<u>117,366</u>

5. DEPOSITS

	2022	2021
	\$	\$
Description	-	223,974

RURAL MUNICIPALITY OF ST. CLEMENTS**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2022****6. PREPAID EXPENSES**

	<u>2022</u>	<u>2021</u>
	\$	\$
Insurance	74,572	84,497
Other	6,405	415,311
	<u>80,977</u>	<u>499,808</u>

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2022</u>	<u>2021</u>
	\$	\$
Trade payables	3,201,922	6,245,803
Government payables	21,605	50
Accrued expenses	169,664	200,524
School levies	2,024,767	-
Deposits	1,655,729	466,568
	<u>7,073,687</u>	<u>6,912,945</u>

8. ASSET RETIREMENT OBLIGATIONS

	<u>2022</u>	<u>2021</u>
	\$	\$
Balance, beginning of year	1,067,526	1,007,100
Accretion expense	93,818	60,426
	<u>1,161,344</u>	<u>1,067,526</u>

a) Landfill Site

Legislation requires the municipality to conduct 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. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

The municipality operates a landfill, with an estimated remaining capacity of 53,850 tonnes of the landfill's total estimated capacity of 100,000 tonnes. The estimated remaining life of the landfill is 26 years.

The estimated total liability of \$1,161,344 (2023: \$1,067,526) is based on the sum of discounted future cash flows using a discount rate of 6.00%.

b) Asbestos and lead paint

Legislation requires the municipality to appropriately handle and dispose of any material containing asbestos and lead paint when renovating or demolishing a municipal structure. It is not known whether there is any asbestos or lead paint in any of the Municipal buildings as of December 31, 2022 since not study has been completed.

RURAL MUNICIPALITY OF ST. CLEMENTS**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2022****9. LONG-TERM DEBT**

	<u>2022</u>	<u>2021</u>
	\$	\$
General Authority:		
Municipal debenture payable in annual instalments of \$58,764 including interest at 3.05%, due December 2022	-	57,026
Municipal debenture payable in annual instalments of \$5,383 including interest at 3.50%, due December 2034	52,016	55,457
Municipal debenture payable in annual instalments of \$92,257 including interest at 2.83%, due December 2040	1,287,292	1,341,583
	<u>1,339,308</u>	<u>1,454,066</u>
Utility Funds:		
Municipal debenture payable in annual instalments of \$117,623 including interest at 3.50%, due December 2034	1,136,634	1,211,842
Municipal debenture payable in annual instalments of \$38,173 including interest at 3.69%, due December 2035	388,678	411,667
Municipal debenture payable in annual instalments of \$184,857 including interest at 3.69%, due December 2035	3,069,046	3,250,563
Municipal debenture payable in annual instalments of \$164,984 including interest at 2.00%, due December 2036	1,733,341	1,861,737
Municipal debenture payable in annual instalments of \$263,269 including interest at 4.25%, due December 2036	2,735,606	2,876,619
Municipal debenture payable in annual instalments of \$133,348 including interest at 4.08%, due December 2038	1,544,667	1,612,235
Municipal debenture payable in annual instalments of \$132,327 including interest at 2.83%, due December 2040	1,846,402	1,924,273
Municipal debenture payable in annual instalments of \$231,573 including interest at 2.83%, due December 2040	3,231,204	3,367,478
	<u>15,685,578</u>	<u>16,516,414</u>
Government Partnerships:		
Selkirk Weed Control District loan payable in monthly instalments of \$974, including interest at 5.95%, due May 2024	11,534	9,540
Red River Planning District loan payable in monthly instalments of \$11,362, due September 2029	-	214,745
	<u>11,534</u>	<u>224,285</u>
	<u>17,036,420</u>	<u>18,194,765</u>

Estimated principal repayments for the next five years are as follows:

2023	926,466
2024	946,157

RURAL MUNICIPALITY OF ST. CLEMENTS**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2022**

2025	971,400
2026	1,001,000
2027	1,063,500

Schedule of Debenture Pending

Authority	Purpose	Amount Authorized
BL 2-2018 / BL 12-2021	Municipal community recreation facility	2,000,000
BL 8-2018 / BL 11-2021	Water Control Works Construction & Improvement	1,525,000

10. DEBT CHARGES - FRONTAGE

Purpose and By-law	2022 Levy	2021 Levy
	\$	\$
By-Law 10-2016 Local Improvement Old River Road	38,178	38,178
Bylaw 11-2016 Local Improvement East Selkirk	180,669	180,669
Bylaw 2-2015 Local Improvement Sunset Bay	117,624	117,624
Bylaw 6-2015 Local Improvement Balsam Harbour	5,383	5,383
	<u>341,854</u>	<u>341,854</u>

11. DEBT CHARGES - AT LARGE

Purpose and By-law	Assessment	Mill Rate	2022 Levy	2021 Levy
			\$	\$
ESSW Lagoon 4/17	772,589,020	0.331	255,727	255,641
ESSW Soft/Fill 8/2021	772,589,020	0.083	64,125	57,063
GMCC 15/12	772,589,020	0.074	57,172	57,063
Narol Fire	772,589,020	0.116	89,620	89,779
			<u>466,644</u>	<u>459,546</u>

12. RESERVES

Purpose and By-law	Assessment	Mill Rate	2022 Levy	2021 Levy
			\$	\$
Roads	772,589,020	1.000	<u>772,589</u>	<u>760,836</u>

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

13. SPECIAL LEVIES

Purpose and By-law	Assessment	Mill Rate	2022 Levy \$	2021 Levy \$
Gull Lake 12/17			21,150	21,150
Curbside Pickup 3/18			211,397	197,018
			<u>232,547</u>	<u>218,168</u>

14. 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 Canadian Institute of Chartered Accountants 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 amounted to \$157,319 (2021 - \$142,417) 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, 2023, indicated the plan was 111.4% funded on a going concern basis and had an unfunded solvency liability of \$24.3 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, 2022.

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.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

15. 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.

16. 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 9 - Reconciliation of the Financial Plan to the Budget*.

17. 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.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

18. 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:

	<u>2022</u>	<u>2021</u>
	\$	\$
Financial Position		
Financial Assets	1,869,902	4,900,325
Liabilities	<u>375,394</u>	<u>1,752,994</u>
	1,494,508	3,147,331
Non-financial Assets	<u>(30,194)</u>	<u>(1,963,356)</u>
Accumulated Surplus	<u><u>1,464,314</u></u>	<u><u>1,183,975</u></u>
Result of Operations		
Revenue	1,719,757	4,107,423
Expenses	<u>5,500,364</u>	<u>3,406,776</u>
Annual Surplus (Deficit)	<u><u>(3,780,607)</u></u>	<u><u>700,647</u></u>

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

19. ACCUMULATED SURPLUS

	<u>2022</u>	<u>2021</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	2,812,914	2,227,380
Utility Operating Funds - Nominal Surplus, excluding Tangible Capital Assets	1,355,390	2,684,340
General Operating Tangible Capital Assets, net of related borrowings	21,070,253	22,126,816
Utility Tangible Capital Assets, net of related borrowings	14,758,667	10,078,350
Reserve Funds	8,613,286	7,384,646
Accumulated surplus of Municipality unconsolidated	48,610,510	44,501,532
Accumulated surpluses of consolidated government partnerships	409,937	1,369,487
Accumulated Surplus per Statement of Financial Position	49,020,447	45,871,019
Accumulated Surplus as printed	49,020,448	45,871,019
Variance to statement of financial position	(1)	-

During the current fiscal year, management identified certain items relating to prior periods that required correction. These items resulted from errors in the recognition and/or classification of financial statement balances in prior years. In accordance with Public Sector Accounting Standards, these corrections have been accounted for as prior period adjustments and have been applied retrospectively, with comparative figures restated to reflect the corrections as if they had been recorded in the periods to which they relate.

The prior period adjustments relate to the following:

Decrease in accounts receivable: \$824,007
Increase in deposits: \$223,974
Increase in accounts payable: \$561,351
Decrease in accumulated surplus: \$1,176,796

Certain other balances have been reclassified to conform to the current year's presentation.

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

20. 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 in exceeding \$85,000 annually to any member of council, officer or employee of the municipality. For the year ended December 31, 2022:

- (a) Compensation paid to members of council amounted to \$221,274 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$85,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Sutherland, Dave	29,071	4,376	33,447
Fiebelkorn, Debbie	43,304	5,624	48,928
Basarowich, Glen	34,631	9,558	44,189
Belanger, Robert	25,062	761	25,823
Horbas, David	27,333	4,977	32,310
Spicer, Scott	28,936	3,920	32,856
Strang, Sandra	32,937	6,972	39,909
	<u>221,274</u>	<u>36,188</u>	<u>257,462</u>

- (c) The following individuals received compensation in excess of \$85,000:

Name	Position	Amount
Joshi, Deepak	Chief Administrative Officer	151,302
Elson, Gregory	Public Works Manager	122,254

RURAL MUNICIPALITY OF ST. CLEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

21. PUBLIC UTILITY 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:	Unamortized			Unamortized
	Opening	Additions	Amortization	Ending
Description of Utility	Balance	During Year	During Year	Balance
East Selkirk Water	2,190,995	-	50,720	2,140,275

Sewer Services:	Unamortized			Unamortized
	Opening	Additions	Amortization	Ending
Description of Utility	Balance	During Year	During Year	Balance
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Lockport	3,439,844	-	79,996	3,359,848
East Selkirk Water	3,721,968	3,289,313	50,720	6,960,561
	7,161,812	3,289,313	130,716	10,320,409

22. COMPARATIVE FIGURES

Certain of the prior year numbers have been restated to conform with current year presentation.

23. CHANGES IN WORKING CAPITAL

	2022	2021
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	1,392,272	(1,314,564)
Inventories	85,655	461,424
Prepaid expenses	418,831	(16,435)
Accounts payable and accrued liabilities	160,742	5,239,371
Asset Retirement Obligations	93,818	60,426
	2,151,318	4,430,222

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2022

	General Capital Assets					Infrastructure			2022 Actual	2021 Actual
	Land and Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets under Construction		
Cost										
Balance, beginning of year	5,092,212	9,191,895	8,844,281	153,597	4,618,228	30,525,641	27,908,422	3,604,194	89,938,470	83,658,429
Asset purchases	-	56,127	1,601,191	-	231,504	-	-	6,036,378	7,925,200	6,280,041
Disposals and write downs	-	-	703,047	129	18,853	-	-	-	722,029	-
Balance, end of year	5,092,212	9,248,022	9,742,425	153,468	4,830,879	30,525,641	27,908,422	9,640,572	97,141,641	89,938,470
Accumulated Amortization										
Balance, beginning of year	1,110,457	2,964,550	5,608,014	141,283	-	22,490,681	4,917,851	-	37,232,836	35,601,600
Amortization	113,610	218,914	476,767	5,015	-	346,669	613,522	-	1,774,497	1,794,660
Disposals and write downs	-	-	346,478	(290)	-	-	-	-	346,188	163,424
Balance, end of year	1,224,067	3,183,464	5,738,303	146,588	-	22,837,350	5,531,373	-	38,661,145	37,232,836
Net book value	3,868,145	6,064,558	4,004,122	6,880	4,830,879	7,688,291	22,377,049	9,640,572	58,480,496	52,705,634

RURAL MUNICIPALITY OF ST. CLEMENTS
CONSOLIDATED SCHEDULE OF REVENUES

Schedule 2

For the Year Ended December 31, 2022

	2022 Budget (Unaudited) \$	2022 Actual \$	2021 Actual \$
PROPERTY TAXES			
Municipal taxes levied (<i>schedule 11</i>)	8,609,328	8,609,328	8,320,551
Taxes added	140,000	191,707	127,058
	<u>8,749,328</u>	<u>8,801,035</u>	<u>8,447,609</u>
GRANTS IN LIEU OF TAXATION			
Federal government	6,381	6,381	6,259
Federal government enterprises	1,974	1,974	1,954
Provincial government	29,262	29,262	31,948
Provincial government enterprises	209,699	209,699	205,698
	<u>247,316</u>	<u>247,316</u>	<u>245,859</u>
USER FEES			
Sales of service	1,056,740	1,506,279	1,196,152
Sales of goods	-	27,349	-
Rentals	167,729	178,286	109,379
Development charges	302,000	728,066	213,500
	<u>1,526,469</u>	<u>2,439,980</u>	<u>1,519,031</u>
GRANTS - PROVINCE OF MANITOBA			
General assistance payment	853,950	870,131	853,950
Conditional grants	54,000	373,749	1,000,809
	<u>907,950</u>	<u>1,243,880</u>	<u>1,854,759</u>
GRANTS - OTHER			
Federal government - gas tax funding	611,914	611,914	1,197,223
Federal government - other	225,000	23,915	18,893
Other local governments	103,438	209,734	662,436
Other grant	12,000	33,877	30,450
	<u>952,352</u>	<u>879,440</u>	<u>1,909,002</u>
PERMITS, LICENCES AND FEES			
Permits	9,000	483,881	534,678
Licences	10,300	12,136	11,945
Fines	-	(3,930)	2,756
	<u>19,300</u>	<u>492,087</u>	<u>549,379</u>
INVESTMENT REVENUE			
Interest	20,000	310,868	60,800
OTHER REVENUE			
Loss on sale of tangible capital assets	-	(769,209)	(78,013)
Gain on sale of real estate held for sale	-	2,528	-
Miscellaneous	24,459	89,694	82,820
Penalties and interest	200,000	174,142	225,846
Donations	-	2,126	1,185
	<u>224,459</u>	<u>(500,719)</u>	<u>231,838</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	594,700	3,969,938	2,221,361
TOTAL REVENUE	<u>13,241,874</u>	<u>17,883,825</u>	<u>17,039,638</u>

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 3****CONSOLIDATED SCHEDULE OF EXPENSES****For the Year Ended December 31, 2022**

	2022 Budget (Unaudited) \$	2022 Actual \$	2021 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	300,000	257,462	226,176
General administrative	1,906,666	1,757,993	1,605,099
Other	62,857	84,660	40,618
	<u>2,269,523</u>	<u>2,100,115</u>	<u>1,871,893</u>
PROTECTIVE SERVICES			
Police	158,500	143,717	157,111
Fire	591,500	627,599	629,966
Emergency measures	17,500	73,829	861,055
Other protection	398,687	805,516	339,781
	<u>1,166,187</u>	<u>1,650,661</u>	<u>1,987,913</u>
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	6,132,117	6,381,026	4,503,906
Street lighting	73,000	71,381	70,306
	<u>6,205,117</u>	<u>6,452,407</u>	<u>4,574,212</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	1,670,396	1,530,030	1,622,415
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	50,000	43,061	43,061
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	105,000	733,060	605,328
Other	23,100	29,255	4,020
	<u>128,100</u>	<u>762,315</u>	<u>609,348</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	50,000	117,070	123,601
Regional development	158,000	59,101	84,156
Tourism	17,000	9,481	9,413
	<u>225,000</u>	<u>185,652</u>	<u>217,170</u>
RECREATION AND CULTURAL SERVICES			
Community centers and halls	238,134	239,839	230,305
Other recreational facilities	106,050	80,875	85,287
Libraries	110,000	296,671	279,280
	<u>454,184</u>	<u>617,385</u>	<u>594,872</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	1,508,683	1,392,770	1,548,819
TOTAL EXPENSES	<u>13,677,190</u>	<u>14,734,396</u>	<u>13,069,703</u>

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2022

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE										
Property taxes	8,801,035	8,447,609	-	-	-	-	-	-	-	-
Grants in lieu of taxation	247,316	245,859	-	-	-	-	-	-	-	-
User fees	146,974	73,291	473,753	115,432	71,843	71,285	962,580	1,004,815	-	-
Grants - Province of Manitoba	870,131	855,213	270,964	848,300	-	-	-	-	-	-
Grants - Other	663,352	1,698,661	-	-	-	-	-	-	-	-
Permits, licences and fees	20,556	27,751	-	-	-	-	850	-	-	-
Investment revenue	286,833	56,823	16,035	-	-	-	-	-	-	-
Other revenue	350,795	197,598	(574,479)	-	3,651	3,207	-	-	-	-
Water and sewer	(968,424)	(964,014)	-	-	-	-	-	-	-	-
Total revenue	0,418,568	0,638,791	186,273	963,732	75,494	74,492	963,430	1,004,815	-	-
EXPENSES										
Personnel services	980,904	937,611	506,509	325,843	1,448,071	1,279,801	291,723	300,896	-	-
Contract services	584,498	507,109	353,884	230,919	3,155,106	1,898,822	717,594	743,310	-	-
Utilities	39,215	38,076	38,778	49,286	115,328	101,830	32,808	33,495	-	-
Maintenance materials & supplies	220,663	294,389	395,961	1,116,059	1,135,206	620,135	424,529	481,349	43,061	43,061
Grants & contributions	74,858	36,060	4,905	-	-	-	-	-	-	-
Amortization	17,171	12,907	323,187	265,806	598,696	673,624	63,376	63,365	-	-
Interest on long term debt	139,529	45,741	-	-	-	-	-	-	-	-
Bad debts expense	43,277	-	27,437	-	-	-	-	-	-	-
Total expenses	2,100,115	1,871,893	1,650,661	1,987,913	6,452,407	4,574,212	1,530,030	1,622,415	43,061	43,061
SURPLUS (DEFICIT)	8,318,453	8,766,898	(1,464,388)	(1,024,181)	(6,376,913)	(4,499,720)	(566,600)	(617,600)	(43,061)	(43,061)

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

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2022

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE										
Property taxes	-	-	-	-	-	-	-	-	8,801,035	8,447,609
Grants in lieu of taxation	-	-	-	-	-	-	-	-	247,316	245,859
User fees	745,748	234,075	27,349	15,526	11,733	4,607	-	-	2,439,980	1,519,031
Grants - Province of Manitoba	-	-	-	-	102,785	151,246	-	-	1,243,880	1,854,759
Grants - Other	47,779	53,777	36,042	34,328	132,267	122,236	-	-	879,440	1,909,002
Permits, licences and fees	470,681	521,628	-	-	-	-	-	-	492,087	549,379
Investment revenue	7,891	3,721	109	149	-	107	-	-	310,868	60,800
Other revenue	(290,499)	4,571	1,812	4,325	8,001	22,137	-	-	(500,719)	231,838
Water and sewer	-	-	-	-	-	-	4,938,362	3,185,375	3,969,938	2,221,361
Total revenue	981,600	817,772	65,312	54,328	254,786	300,333	4,938,362	3,185,375	7,883,825	7,039,638
EXPENSES										
Personnel services	466,433	346,753	93,318	121,608	232,892	195,049	4,729	49,495	4,024,579	3,557,056
Contract services	112,798	76,380	22,959	25,514	55,906	65,089	212,849	263,815	5,215,594	3,810,958
Utilities	12,784	16,003	414	558	350	1,010	37,339	65,952	277,016	306,210
Maintenance materials & supplies	85,461	73,844	24,780	16,674	43,443	37,949	-	-	2,373,104	2,683,460
Grants & contributions	69,684	82,149	30,971	33,857	147,971	158,344	67,699	12,494	396,088	322,904
Amortization	8,512	5,738	13,210	18,959	136,823	137,431	613,522	616,830	1,774,497	1,794,660
Interest on long term debt	6,643	8,481	-	-	-	-	456,632	540,233	602,804	594,455
Bad debts expense	-	-	-	-	-	-	-	-	70,714	-
Total expenses	762,315	609,348	185,652	217,170	617,385	594,872	1,392,770	1,548,819	4,734,396	3,069,703
SURPLUS (DEFICIT)	219,285	208,424	(120,340)	(162,842)	(362,599)	(294,539)	3,545,592	1,636,556	3,149,429	3,969,935

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

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2022

	Core Government		Government Partnerships		Total	
	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$
REVENUE						
Property taxes	8,801,035	8,447,609	-	-	8,801,035	8,447,609
Grants in lieu of taxation	247,316	245,859	-	-	247,316	245,859
User fees	1,987,974	1,478,623	452,006	40,408	2,439,980	1,519,031
Grants - Province of Manitoba	1,164,405	1,759,327	79,475	95,432	1,243,880	1,854,759
Grants - Other	717,104	1,746,861	162,336	162,141	879,440	1,909,002
Permits, licences and fees	21,406	27,751	470,681	521,628	492,087	549,379
Investment revenue	286,833	56,823	24,035	3,977	310,868	60,800
Other revenue	354,446	200,805	(855,165)	31,033	(500,719)	231,838
Water and sewer	3,969,938	2,221,361	-	-	3,969,938	2,221,361
Total revenue	<u>7,550,457</u>	<u>6,185,019</u>	<u>333,368</u>	<u>854,619</u>	<u>7,883,825</u>	<u>7,039,638</u>
EXPENSES						
Personnel services	3,234,275	3,032,146	790,304	524,910	4,024,579	3,557,056
Contract services	4,965,379	3,730,264	250,215	80,694	5,215,594	3,810,958
Utilities	263,468	290,133	13,548	16,077	277,016	306,210
Maintenance materials & supplies	2,136,000	2,563,083	237,104	120,377	2,373,104	2,683,460
Grants & contributions	454,084	378,377	(57,996)	(55,473)	396,088	322,904
Amortization	1,748,836	1,765,416	25,661	29,244	1,774,497	1,794,660
Interest on long term debt	596,161	585,974	6,643	8,481	602,804	594,455
Bad debts expense	43,277	-	27,437	-	70,714	-
Total expenses	<u>3,441,480</u>	<u>2,345,393</u>	<u>1,292,916</u>	<u>724,310</u>	<u>4,734,396</u>	<u>3,069,703</u>
SURPLUS (DEFICIT)	<u>4,108,977</u>	<u>3,839,626</u>	<u>(959,548)</u>	<u>130,309</u>	<u>3,149,429</u>	<u>3,969,935</u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	General Reserve \$	Capital Improvements Reserve \$	Bridge Repair Reserve \$	Office Building Reserve \$	Public Works Reserve \$	Fire Reserve \$	Election Reserve \$
FINANCIAL ASSETS							
Due from other funds	<u>75,000</u>	<u>2,613,240</u>	<u>174,644</u>	<u>91,146</u>	<u>645,299</u>	<u>986,032</u>	<u>13,291</u>
Investment revenue	<u>-</u>	<u>43,151</u>	<u>2,909</u>	<u>2,022</u>	<u>9,118</u>	<u>18,831</u>	<u>437</u>
TRANSFERS							
Transfers from general operating fund	75,000	736,500	50,000	15,000	365,000	324,856	7,000
Transfers from utility reserve fund	-	-	-	-	-	-	-
Transfer to utility reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	<u>-</u>	<u>(69,649)</u>	<u>-</u>	<u>-</u>	<u>(330,291)</u>	<u>(289,872)</u>	<u>(25,758)</u>
	<u>75,000</u>	<u>666,851</u>	<u>50,000</u>	<u>15,000</u>	<u>34,709</u>	<u>34,984</u>	<u>(18,758)</u>
CHANGE IN FUND BALANCES	<u>75,000</u>	<u>710,002</u>	<u>52,909</u>	<u>17,022</u>	<u>43,827</u>	<u>53,815</u>	<u>(18,321)</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>-</u>	<u>1,903,238</u>	<u>121,735</u>	<u>74,124</u>	<u>601,472</u>	<u>932,217</u>	<u>31,612</u>
FUND SURPLUS, END OF YEAR	<u><u>75,000</u></u>	<u><u>2,613,240</u></u>	<u><u>174,644</u></u>	<u><u>91,146</u></u>	<u><u>645,299</u></u>	<u><u>986,032</u></u>	<u><u>13,291</u></u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	Environment Reserve \$	Gas Tax Reserve \$	Recreation and Culture Reserve \$	Road Reserve \$	Utility Expansion Reserve \$	East Selkirk Water Reserve \$	Lockport Utility Reserve \$
FINANCIAL ASSETS							
Due from other funds	<u>349,455</u>	<u>1,643,920</u>	<u>158,321</u>	<u>257,448</u>	<u>416,020</u>	<u>650,023</u>	<u>286,911</u>
Investment revenue	<u>6,369</u>	<u>32,380</u>	<u>2,949</u>	<u>13,664</u>	<u>9,125</u>	<u>11,115</u>	<u>5,103</u>
TRANSFERS							
Transfers from general operating fund	197,000	611,914	47,000	1,136,110	289,066	-	-
Transfers from utility reserve fund	-	-	-	-	-	(54,058)	(2,194)
Transfer to utility reserve fund	-	-	-	-	-	169,877	41,196
Acquisition of tangible capital assets	<u>(92,356)</u>	<u>(742,288)</u>	<u>-</u>	<u>(1,431,438)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>104,644</u>	<u>(130,374)</u>	<u>47,000</u>	<u>(295,328)</u>	<u>289,066</u>	<u>115,819</u>	<u>39,002</u>
CHANGE IN FUND BALANCES	111,013	(97,994)	49,949	(281,664)	298,191	126,934	44,105
FUND SURPLUS, BEGINNING OF YEAR	<u>238,442</u>	<u>1,741,914</u>	<u>108,372</u>	<u>539,112</u>	<u>117,829</u>	<u>523,089</u>	<u>242,806</u>
FUND SURPLUS, END OF YEAR	<u><u>349,455</u></u>	<u><u>1,643,920</u></u>	<u><u>158,321</u></u>	<u><u>257,448</u></u>	<u><u>416,020</u></u>	<u><u>650,023</u></u>	<u><u>286,911</u></u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	Sunset Utility Reserve \$	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS			
Due from other funds	<u>252,537</u>	<u>8,613,287</u>	<u>7,384,646</u>
Investment revenue	<u>4,449</u>	<u>161,622</u>	<u>119,752</u>
TRANSFERS			
Transfers from general operating fund	-	3,854,446	4,399,343
Transfers from utility reserve fund	(5,000)	(61,252)	(46,541)
Transfer to utility reserve fund	44,404	255,477	122,385
Acquisition of tangible capital assets	-	(2,981,652)	(2,372,152)
	<u>39,404</u>	<u>1,067,019</u>	<u>2,103,035</u>
CHANGE IN FUND BALANCES	43,853	1,228,641	2,222,787
FUND SURPLUS, BEGINNING OF YEAR	<u>208,684</u>	<u>7,384,646</u>	<u>5,161,859</u>
FUND SURPLUS, END OF YEAR	<u><u>252,537</u></u>	<u><u>8,613,287</u></u>	<u><u>7,384,646</u></u>

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2022

	Lockport \$	East Selkirk Water \$	Sunset \$	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS					
Accounts receivable (<i>note 3</i>)	<u>32,911</u>	<u>52,814</u>	<u>15,043</u>	<u>100,768</u>	<u>101,117</u>
LIABILITIES					
Accounts payable and accrued liabilities (<i>note 7</i>)	17,136	2,505,724	-	2,522,860	21,464
Long-term debt (<i>note 9</i>)	388,678	14,160,266	1,136,634	15,685,578	16,516,414
Due to other funds	<u>204,259</u>	<u>(2,537,497)</u>	<u>129,132</u>	<u>(2,204,106)</u>	<u>(2,604,686)</u>
	<u>610,073</u>	<u>14,128,493</u>	<u>1,265,766</u>	<u>16,004,332</u>	<u>13,933,192</u>
NON-FINANCIAL ASSETS					
Tangible capital assets (<i>schedule 1</i>)	<u>6,195,765</u>	<u>24,271,551</u>	<u>1,550,305</u>	<u>32,017,621</u>	<u>26,594,765</u>
FUND SURPLUS	<u>5,618,603</u>	<u>10,195,872</u>	<u>299,582</u>	<u>16,114,057</u>	<u>12,762,690</u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	LOCKPORT UTILITY		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
REVENUE			
SEWER			
Sewer fees	107,100	105,202	105,681
PROPERTY TAXES	38,179	38,179	38,179
OTHER REVENUE			
Connection charges	-	-	14,022
Penalties	50	-	-
Administration fees	19,000	19,852	19,724
	19,050	19,852	33,746
TOTAL REVENUE	164,329	163,233	177,606
EXPENSES			
GENERAL			
Administration	750	100	100
SEWER			
Collection system costs	5,000	1,984	310
Treatment and disposal costs	105,800	61,791	106,412
Lift station costs	26,800	20,884	34,125
	137,600	84,659	140,847
SEWER AMORTIZATION AND INTEREST			
Amortization	164,644	164,645	167,288
Interest on long-term debt	15,191	15,191	16,009
	179,835	179,836	183,297
TOTAL EXPENSES	318,185	264,595	324,244
EXCESS OF EXPENSES OVER REVENUE	(153,856)	(101,362)	(146,638)
TRANSFERS			
Transfers from utility reserve fund	-	2,194	14,962
Transfer to utility reserve fund	-	(41,196)	(13,442)
	-	(39,002)	1,520
CHANGE IN UTILITY FUND BALANCE	(153,856)	(140,364)	(145,118)
FUND SURPLUS, BEGINNING OF YEAR	5,758,967	5,758,967	5,904,085
FUND SURPLUS, END OF YEAR	5,605,111	5,618,603	5,758,967

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 8****SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
EAST SELKIRK WATER UTILITY			
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
WATER			
Water fees	<u>143,500</u>	<u>147,210</u>	<u>147,101</u>
SEWER			
Sewer fees	<u>39,300</u>	<u>37,475</u>	<u>39,846</u>
Lagoon tipping fees	<u>225,000</u>	<u>295,400</u>	<u>246,680</u>
	<u>264,300</u>	<u>332,875</u>	<u>286,526</u>
PROPERTY TAXES	<u>812,622</u>	<u>812,622</u>	<u>808,212</u>
GOVERNMENT TRANSFERS			
Capital	<u>-</u>	<u>3,289,508</u>	<u>1,577,967</u>
OTHER REVENUE			
Hydrant rentals	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>
Connection charges	<u>-</u>	<u>8,000</u>	<u>8,000</u>
	<u>12,000</u>	<u>20,000</u>	<u>20,000</u>
TOTAL REVENUE	<u>1,232,422</u>	<u>4,602,215</u>	<u>2,839,806</u>
EXPENSES			
GENERAL			
Administration	<u>1,250</u>	<u>865</u>	<u>3,390</u>
WATER			
Purification and treatment	<u>49,000</u>	<u>1,680</u>	<u>45,595</u>
Transmission and distribution	<u>10,049</u>	<u>35,561</u>	<u>9,518</u>
Connection costs	<u>7,000</u>	<u>58,983</u>	<u>765</u>
	<u>66,049</u>	<u>96,224</u>	<u>55,878</u>
WATER AMORTIZATION AND INTEREST			
Interest on long-term debt	<u>399,027</u>	<u>399,027</u>	<u>479,266</u>
SEWER			
Treatment and disposal costs	<u>170,800</u>	<u>114,814</u>	<u>144,909</u>
Lift station costs	<u>7,000</u>	<u>1,350</u>	<u>4,098</u>
Connection costs	<u>7,000</u>	<u>8,716</u>	<u>11,729</u>
	<u>184,800</u>	<u>124,880</u>	<u>160,736</u>
SEWER AMORTIZATION AND INTEREST			

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 8****SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
Amortization	399,256	399,256	399,920
TOTAL EXPENSES	1,050,382	1,020,252	1,099,190
EXCESS OF REVENUE OVER EXPENSES	182,040	3,581,963	1,740,616
TRANSFERS			
Transfers from utility reserve fund	-	54,058	28,064
Transfer to utility reserve fund	-	(169,877)	(85,895)
	-	(115,819)	(57,831)
CHANGE IN UTILITY FUND BALANCE	182,040	3,466,144	1,682,785
FUND SURPLUS, BEGINNING OF YEAR	6,729,728	6,729,728	5,046,943
FUND SURPLUS, END OF YEAR	6,911,768	10,195,872	6,729,728

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 8****SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
SUNSET UTILITY			
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
SEWER			
Sewer fees	21,700	21,943	21,841
Lagoon tipping fees	27,000	33,348	28,499
	<u>48,700</u>	<u>55,291</u>	<u>50,340</u>
 PROPERTY TAXES	 <u>117,623</u>	 <u>117,623</u>	 <u>117,623</u>
 OTHER REVENUE			
Penalties	50	-	-
 TOTAL REVENUE	 <u>166,373</u>	 <u>172,914</u>	 <u>167,963</u>
 EXPENSES			
GENERAL			
Administration	<u>500</u>	<u>100</u>	<u>100</u>
 WATER			
Purification and treatment	<u>12,000</u>	<u>-</u>	<u>-</u>
 SEWER			
Treatment and disposal costs	3,020	683	2,976
Lift station costs	32,560	15,105	27,729
	<u>35,580</u>	<u>15,788</u>	<u>30,705</u>
 SEWER AMORTIZATION AND INTEREST			
Amortization	<u>49,622</u>	<u>49,621</u>	<u>49,622</u>
Interest on long-term debt	<u>42,414</u>	<u>42,414</u>	<u>44,958</u>
	<u>92,036</u>	<u>92,035</u>	<u>94,580</u>
 TOTAL EXPENSES	 <u>140,116</u>	 <u>107,923</u>	 <u>125,385</u>
 EXCESS OF REVENUE OVER EXPENSES	 26,257	 64,991	 42,578
 TRANSFERS			
Transfers from utility reserve fund	-	5,000	3,515
Transfer to utility reserve fund	<u>-</u>	<u>(44,404)</u>	<u>(23,048)</u>
	<u>-</u>	<u>(39,404)</u>	<u>(19,533)</u>
 CHANGE IN UTILITY FUND BALANCE	 26,257	 25,587	 23,045

RURAL MUNICIPALITY OF ST. CLEMENTS

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
FUND SURPLUS, BEGINNING OF YEAR	273,995	273,995	250,950
FUND SURPLUS, END OF YEAR	300,252	299,582	273,995

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2022

	Financial Plan General \$	Financial Plan Utilities \$	Amortization (TCA) \$	Interest Expense \$	Transfers \$	Long Term Accruals \$	Government Partnerships \$	PSAB Budget \$
REVENUE								
Property taxes	8,749,328	-	-	-	-	-	-	8,749,328
Grants in lieu of taxation	247,316	-	-	-	-	-	-	247,316
User fees	1,526,469	-	-	-	-	-	-	1,526,469
Grants - Province of Manitoba	907,950	-	-	-	-	-	-	907,950
Grants - Other	952,352	-	-	-	-	-	-	952,352
Permits, licences and fees	19,300	-	-	-	-	-	-	19,300
Investment revenue	20,000	-	-	-	-	-	-	20,000
Other revenue	224,459	-	-	-	-	-	-	224,459
Transfers	5,175,343	84,700	-	-	(5,260,043)	-	-	-
Water and sewer	(968,424)	1,563,124	-	-	-	-	-	594,700
	<u>16,854,093</u>	<u>1,647,824</u>	<u>-</u>	<u>-</u>	<u>(5,260,043)</u>	<u>-</u>	<u>-</u>	<u>13,241,874</u>
EXPENSES								
General government services	2,503,383	-	17,171	181,947	(432,978)	-	-	2,269,523
Protective services	843,000	-	323,187	-	-	-	-	1,166,187
Transportation services	5,529,766	-	675,351	-	-	-	-	6,205,117
Environmental health services	1,607,020	-	63,376	-	-	-	-	1,670,396
Public health and welfare services	50,000	-	-	-	-	-	-	50,000
Regional planning and development	128,100	-	-	-	-	-	-	128,100
Resource conservation and industrial development	225,000	-	-	-	-	-	-	225,000
Recreation and cultural services	321,300	-	132,884	-	-	-	-	454,184
Transfers	5,646,524	60,670	-	-	(5,707,194)	-	-	-
Water and sewer	-	1,587,154	613,522	456,632	(1,148,625)	-	-	1,508,683
	<u>16,854,093</u>	<u>1,647,824</u>	<u>1,825,491</u>	<u>638,579</u>	<u>(7,288,797)</u>	<u>-</u>	<u>-</u>	<u>13,677,190</u>
SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>	<u>(1,825,491)</u>	<u>(638,579)</u>	<u>2,028,754</u>	<u>-</u>	<u>-</u>	<u>(435,316)</u>

ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2022

	2022 Actual \$	2021 Actual \$
BALANCE, BEGINNING OF YEAR	1,654,211	1,488,114
Add:		
Tax Levy (<i>schedule 11</i>)	19,569,109	19,283,457
Taxes added	191,707	127,058
Penalties and interest	174,142	225,846
Taxes overpaid (refunds)	583,483	41,076
Sub-total	22,172,652	21,165,551
Deduct:		
Cash collections - current	17,017,543	16,418,971
Cash collections - arrears	1,635,088	1,376,295
Cancellations	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	1,436,588	1,716,074
Sub-total	20,089,219	19,511,340
BALANCE, END OF YEAR	2,083,433	1,654,211

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 11****ANALYSIS OF TAX LEVY****For the Year Ended December 31, 2022**

	Assessment	Mill Rate	2022 Levy	2021 Levy
Debt Charges:				
Frontage (<i>note 10</i>)			341,854	341,854
L.I.D.			-	-
At large (<i>note 11</i>)			466,644	459,546
			<u>808,498</u>	<u>801,400</u>
Reserves:				
Reserve (<i>note 12</i>)			772,589	760,836
			<u>772,589</u>	<u>760,836</u>
Other municipal levies:				
General municipal	72,589,020	8.796	6,795,694	6,540,147
Special levy (<i>note 13</i>)			232,547	218,168
			<u>7,028,241</u>	<u>6,758,315</u>
Total municipal taxes (<i>schedule 2</i>)			<u>8,609,328</u>	<u>8,320,551</u>
Education Support Levy	27,480,960	8.713	239,442	239,907
Special levy:				
Lord Selkirk #11	28,433,280	14.448	7,634,804	7,606,082
Sunrise SD #13	65,058,780	13.316	865,997	870,771
River East Transcona SD #82	78,692,330	12.917	2,219,538	2,246,146
			<u>10,720,339</u>	<u>10,722,999</u>
Total education taxes			<u>10,959,781</u>	<u>10,962,906</u>
Total tax levy (<i>schedule 10</i>)			<u>19,569,109</u>	<u>19,283,457</u>

RURAL MUNICIPALITY OF ST. CLEMENTS**Schedule 12****SCHEDULE OF GENERAL OPERATING FUND EXPENSES****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	300,000	257,462	226,176
General administrative	1,906,666	1,757,993	1,605,099
Other	62,857	84,660	40,618
	<u>2,269,523</u>	<u>2,100,115</u>	<u>1,871,893</u>
PROTECTIVE SERVICES			
Police	158,500	143,717	157,111
Fire	591,500	627,599	629,966
Emergency measures	17,500	73,829	861,055
Other protection	398,687	405,058	339,781
	<u>1,166,187</u>	<u>1,250,203</u>	<u>1,987,913</u>
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	6,132,117	6,381,026	4,503,906
Street lighting	73,000	71,381	70,306
	<u>6,205,117</u>	<u>6,452,407</u>	<u>4,574,212</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	1,670,396	1,530,030	1,622,415
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	50,000	43,061	43,061
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	105,000	92,282	123,902
Other	23,100	29,255	4,020
	<u>128,100</u>	<u>121,537</u>	<u>127,922</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	50,000	49,561	51,561
Regional development	158,000	59,101	84,156
Tourism	17,000	9,481	9,413
	<u>225,000</u>	<u>118,143</u>	<u>145,130</u>
RECREATION AND CULTURAL SERVICES			
Community centers and halls	238,134	239,839	230,305
Other recreational facilities	106,050	80,875	85,287
Libraries	110,000	112,500	108,436
	<u>454,184</u>	<u>433,214</u>	<u>424,028</u>
TOTAL EXPENSES	<u>12,168,507</u>	<u>12,048,710</u>	<u>10,796,574</u>

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2022

	General \$	Utility \$	2022 Total \$	2021 Total \$
CONSOLIDATED ANNUAL SURPLUS <i>(statement 2)</i>	(201,938)	3,351,367	3,149,429	3,969,935
Elimination of appropriations to reserves	3,854,446	-	3,854,446	4,399,343
Elimination of appropriations from reserves	(328,218)	-	(328,218)	-
Consolidation of reserve operations	(161,622)	-	(161,622)	(119,752)
Elimination of consolidated entity operations	959,548	-	959,548	(130,307)
Elimination of nominal surplus transfers	193,000	-	193,000	193,000
Amortization of tangible capital assets	1,237,630	613,522	1,851,152	(1,719,412)
Principal portion of long term debt	(251,031)	(694,562)	(945,593)	(918,183)
Change in landfill closure accrual in the year	1,383	-	1,383	1,383
Proceeds on disposal of assets	25,340	-	25,340	25,340
Loss (gain) on disposal of assets	(18,983)	-	(18,983)	(18,983)
Acquisitions of capital assets from operating funds	(4,501,554)	-	(4,501,554)	(4,501,554)
ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPEDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***	808,001	3,270,327	4,078,328	1,180,810

*** Please note that this is an estimate based on the adjustments presented above since it is possible that not every required adjustment for PSAB purposes that is different from and affects the results based on the municipal budget has necessarily been reflected.



REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC