RURAL MUNICIPALITY OF ST. CLEMENTS

CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

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.

Adeptus Advisory Group Chartered Professional Accountants Inc. 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, 2024, 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, 2024, and the consolidated results of its operations, its consolidated change in net financial assts 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, 2024 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, 2024.

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.

Adeptus Advisory Group

August 31, 2026
Winnipeg, Manitoba

Chartered Professional Accountants Inc.

RURAL MUNICIPALITY OF ST. CLEMENTS

CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

RURAL MUNICIPALITY OF ST. CLEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2024

	2024 Actual $	2023 Actual $
FINANCIAL ASSETS		
Cash and temporary investments	**4,188,598**	17,608,165
Accounts receivable *(note 3)*	**10,864,476**	7,411,344
	15,053,074	25,019,509
LIABILITIES		
Bank indebtedness	-	5,798
Accounts payable and accrued liabilities *(note 6)*	**8,492,444**	14,029,318
Deferred revenue *(note 7)*	**1,014,573**	1,886,566
Asset Retirement Obligations *(note 8)*	**1,330,569**	1,240,461
Long-term debt *(note 9)*	**15,166,857**	16,111,117
	26,004,443	33,273,260
NET DEBT	**(10,951,369)**	(8,253,751)
NON-FINANCIAL ASSETS		
Tangible capital assets *(schedule 1)*	**72,180,784**	66,601,945
Inventories *(note 4)*	**23,656**	41,667
Prepaid expenses *(note 5)*	**707,368**	319,539
	72,911,808	66,963,151
ACCUMULATED SURPLUS *(note 19)*	**61,960,439**	58,709,400

Approved on Behalf of the Council

W Fiikurkow ______________ 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, 2024

	2024 Budget (Unaudited) $	**2024 Actual $**	2023 Actual $
REVENUE			
Property taxes	**9,938,971**	**10,158,681**	9,956,846
Grants in lieu of taxation	**261,825**	**261,826**	262,116
User fees	**1,595,640**	**2,371,046**	2,042,964
Grants - Province of Manitoba	**5,445,041**	**4,629,779**	8,670,030
Grants - Other	**1,037,457**	**1,188,565**	1,014,321
Permits, licences and fees	**19,300**	**424,151**	412,214
Investment revenue	**20,000**	**566,414**	1,101,034
Other revenue	**251,849**	**504,493**	346,984
Water and sewer	**737,018**	**3,404,231**	1,803,437
Total revenue *(schedules 2, 4 and 5)*	**19,307,101**	**23,509,186**	25,609,946
EXPENSES			
General government services	**2,137,062**	**2,127,491**	2,169,791
Protective services	**5,317,810**	**5,097,908**	3,531,488
Transportation services	**8,444,478**	**7,634,891**	5,022,395
Environmental health services	**1,888,239**	**1,754,029**	1,818,850
Public health and welfare services	**50,000**	**43,061**	43,061
Regional planning and development	**232,568**	**668,411**	667,003
Resource conservation and industrial development	**228,000**	**237,734**	226,952
Recreation and cultural services	**581,433**	**1,223,175**	848,261
Water and sewer	**1,804,428**	**1,471,447**	1,593,194
Total expenses *(schedules 3, 4 and 5)*	**20,684,018**	**20,258,147**	15,920,995
ANNUAL SURPLUS	**(1,376,917)**	**3,251,039**	9,688,951
ACCUMULATED SURPLUS, BEGINNING OF YEAR	**58,709,400**	**58,709,400**	49,020,449
ACCUMULATED SURPLUS, END OF YEAR	**57,332,483**	**61,960,439**	58,709,400

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, 2024

	2024 Budget (Unaudited) $	2024 Actual $	2023 Actual $
ANNUAL SURPLUS	**(1,376,917)**	**3,251,039**	9,688,951
Acquisition of tangible capital assets	**-**	**(7,395,999)**	(9,936,672)
Proceeds on disposal of tangible capital assets	**-**	**132,951**	23,363
Amortization of tangible capital assets	**1,797,768**	**1,817,159**	1,815,083
Gain on sale of tangible capital assets	**-**	**(132,950)**	(23,223)
Decrease in inventories	**-**	**18,011**	(9,956)
Increase in prepaid expense	**-**	**(387,829)**	(238,562)
CHANGE IN SURPLUS (DEFICIT)	**420,851**	**(2,697,618)**	1,318,984
NET DEBT BEGINNING OF YEAR	**(8,253,751)**	**(8,253,751)**	(9,572,735)
NET DEBT END OF YEAR	**(7,832,900)**	**(10,951,369)**	(8,253,751)

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, 2024

	2024 Actual $	2023 Actual $
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus	**3,251,039**	9,688,951
Changes in non-cash items:		
Amortization	**1,817,159**	1,815,083
Gain on disposal of tangible capital assets	**(132,950)**	(23,223)
	4,935,248	11,480,811
Net changes in non-cash working capital affecting operations *(note 23)*	**(10,141,709)**	4,243,355
	(5,206,461)	15,724,166
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	**132,951**	23,363
Cash used to acquire tangible capital assets	**(7,395,999)**	(9,936,672)
	(7,263,048)	(9,913,309)
FINANCING		
Reduction in long-term debt	**(944,260)**	(925,303)
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	**(13,413,769)**	4,885,554
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	**17,602,367**	12,716,813
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	**4,188,598**	17,602,367
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash	**4,129,972**	17,506,032
Internally restricted cash	**58,626**	102,133
Bank indebtedness	**-**	(5,798)
	4,188,598	17,602,367

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

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	
	2024	2023
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.

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 to 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

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

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

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.

k) REVENUE RECOGNITION

Revenues are recognized as they are earned and measurable.

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

In accordance with PSAB guidelines, government transfers, as well as revenue from contributedassets, are required to be recognized as revenue in the consolidated financial statements in thefiscal 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.

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.

	2024	2023
	$	$
Tax assets *(schedule 10)*	**2,044,152**	2,286,531
Government grants and receivables	**7,322,949**	4,437,372
Utility customers	**140,527**	119,302
Organizations and individuals	**1,407,396**	628,128
	10,915,024	7,471,333
Allowance for doubtful accounts	**(50,548)**	(59,989)
	10,864,476	7,411,344

4. INVENTORIES

	2024	2023
	$	$
Inventories	**23,656**	40,467
Gravel	**-**	1,200
	23,656	41,667

5. PREPAID EXPENSES

	2024	2023
	$	$
Insurance	**683,272**	309,183
Other	**24,096**	10,356
	707,368	319,539

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
	$	$
Trade payables	**7,787,507**	9,406,646
Government payables	**94**	(5,143)
Accrued expenses	**399,222**	342,736
School levies	**(3,975,559)**	-
Deposits	**4,281,180**	4,285,079
	8,492,444	14,029,318

7. DEFERRED REVENUE

	2024	2023
	$	$
Province of Manitoba	**1,014,573**	1,886,566

Deferred grant revenue represent unspent resources externally restricted for water and sewer project purposes and restricted operating funding received in the current period that is related to the subsequent period.

8. ASSET RETIREMENT OBLIGATIONS

	2024	2023
	$	$
Balance, beginning of year	**1,240,461**	1,161,343
Accretion expense	**90,108**	79,118
	1,330,569	1,240,461

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 $18,200 tonnes of the landfill's total estimated capacity of 550,000 tonnes. The estimated remaining life of the landfill is 26 years.

The estimated total liability of $1,330,569 (2023: $1,240,461) 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, 2023 since no study has been completed.

9. LONG-TERM DEBT

	2024	2023
	$	$
General Authority:		
Municipal debenture payable in annual instalments of $5,383 including interest at 3.50%, due December 2034	**44,767**	48,453
Municipal debenture payable in annual instalments of $92,257 including interest at 2.83%, due December 2040	**1,174,058**	1,231,465
	1,218,825	1,279,918
Utility Funds:		
Municipal debenture payable in annual instalments of $117,623 including interest at 3.50%, due December 2034	**978,227**	1,058,792
Municipal debenture payable in annual instalments of $38,173 including interest at 3.69%, due December 2035	**340,126**	364,842
Municipal debenture payable in annual instalments of $184,857 including interest at 3.69%, due December 2035	**2,685,669**	2,880,831
Municipal debenture payable in annual instalments of $164,984 including interest at 2.00%, due December 2036	**1,476,549**	1,604,945
Municipal debenture payable in annual instalments of $263,269 including interest at 4.25%, due December 2036	**2,435,346**	2,588,600
Municipal debenture payable in annual instalments of $133,348 including interest at 4.08%, due December 2038	**1,401,148**	1,474,342
Municipal debenture payable in annual instalments of $132,327 including interest at 2.83%, due December 2040	**1,683,988**	1,766,328
Municipal debenture payable in annual instalments of $231,573 including interest at 2.83%, due December 2040	**2,946,979**	3,091,074
	13,948,032	14,829,754
Government Partnerships:		
Selkirk Weed Control District loan payable in monthly instalments of $974, including interest at 5.95%, due May 2024	**-**	1,445
	15,166,857	16,111,117

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

2025	971,400
2026	1,001,000
2027	1,063,500
2028	1,031,700
2029	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
BL 2-2023	Low pressure sewer system install	981,217
BL 4-2023	Plant decommision	2,250,000

10. DEBT CHARGES - FRONTAGE

Purpose and By-law	2024 Levy	2023 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
Bylaw 4-2023 SSC Util	**82,278**	82,278
	424,132	424,132

11. DEBT CHARGES - AT LARGE

Purpose and By-law	Assessment	Mill Rate	2024 Levy	2023 Levy
			$	$
ESSW Lagoon 4/17	**907,396,200**	**0.282**	**255,886**	255,723
ESSW Soft/Fill 8/2021	**907,396,200**	**0.071**	**64,334**	64,150
Narol Fire 11/2020	**907,396,200**	**0.099**	**89,832**	89,635
SSC Comm Bldg- 6/2018	**907,396,200**	**0.160**	**145,183**	144,998
Drainage /WCW- 8/2018	**907,396,200**	**0.122**	**110,702**	110,726
			665,937	665,232

12. RESERVES

Purpose and By-law	Assessment	Mill Rate	2024 Levy	2023 Levy
			$	$
Road 20/16	**907,396,200**	**1.000**	**907,396**	878,774

13. SPECIAL LEVIES

Purpose and By-law	Assessment	Mill Rate	2024 Levy	2023 Levy
			$	$
Gull Lake 12/17			-	21,150
Curbside Pickup 3/18			-	108,130
			-	129,280

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 $170,495 (2023 - $153,646) 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, 2024, indicated the plan was 109.97% funded on a going concern basis and had an unfunded solvency liability of $16.325 million, making the plan 98.4% funded on a solvency basis. 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, 2024.

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, but solvency results are still monitored annually.

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.

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:

	2024	2023
	$	$
Financial Position		
Financial Assets	**1,538,827**	1,611,273
Liabilities	**320,721**	431,546
	1,218,106	1,179,727
Non-financial Assets	**(58,452)**	1,164
Accumulated Surplus	**1,159,654**	1,180,891
Result of Operations		
Revenue	**3,550,307**	3,572,790
Expenses	**3,491,440**	3,898,941
Annual Surplus (Deficit)	**58,867**	(326,151)

19. ACCUMULATED SURPLUS

	2024	2023
	$	$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	**6,625,476**	6,377,870
Utility Operating Funds - Nominal Surplus, excluding Tangible Capital Assets	**1,242,307**	1,478,439
General Operating Tangible Capital Assets, net of related borrowings	**23,054,697**	23,720,814
Utility Tangible Capital Assets, net of related borrowings	**17,893,341**	15,840,791
Reserve Funds	**12,782,767**	10,934,917
Accumulated surplus of Municipality unconsolidated	**61,598,588**	58,352,831
Accumulated surpluses of consolidated government partnerships	**361,851**	356,569
Accumulated Surplus per Statement of Financial Position	**61,960,439**	58,709,400

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, 2024:

(a) Compensation paid to members of council amounted to $240,181 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	30,277	3,562	33,839
Fiebelkorn, Debbie	49,115	13,271	62,386
Basarowich, Glen	32,559	14,282	46,841
Belanger, Robert	27,002	3,535	30,537
Horbas, David	30,915	4,438	35,353
Spicer, Scott	33,840	3,667	37,507
Strang, Sandra	36,473	11,414	47,887
	240,181	54,169	294,350

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

Name	Position	Amount
Joshi, Deepak	Chief Administrative Officer	179,793
Grabowski, Kevin	Director of Public Works	109,511
Plischkc, Shannon	Finance Officer	95,735
Madrigga, Arlita		90,758

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: Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Ending Balance
East Selkirk Water	2,089,555	-	50,720	2,038,835

Sewer Services: Description of Utility	Unamortized Opening Balance (Unaudited)	Additions During Year (Unaudited)	Amortization During Year (Unaudited)	Unamortized Ending Balance (Unaudited)
Lockport	3,279,851	-	79,996	3,199,855
East Selkirk Water	7,991,968	1,876,954	50,720	9,818,202
	11,271,819	1,876,954	130,716	13,018,057

22. COMPARATIVE FIGURES

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

23. CHANGES IN WORKING CAPITAL

	2024	2023
	$	$
Net changes in non-cash working capital affecting operations		
Accounts receivable	**(3,453,132)**	(4,429,441)
Inventories	**18,011**	(9,956)
Prepaid expenses	**(387,829)**	(238,562)
Accounts payable and accrued liabilities	**(5,536,874)**	6,955,631
Deferred revenue	**(871,993)**	1,886,566
Asset Retirement Obligations	**90,108**	79,117
	(10,141,709)	4,243,355

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2024

	General Capital Assets					Infrastructure			2024 Actual	2023 Actual
	Land and Land 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	5,441,459	9,385,163	10,003,857	174,756	9,096,360	30,525,641	27,908,422	14,538,561	107,074,219	97,141,640
Asset purchases	62,410	-	274,324	7,902	2,717,870	35,000	66,223	4,232,270	7,395,999	9,936,672
Disposals and write downs	-	-	603,204	-	-	-	-	-	603,204	4,093
Balance, end of year	5,503,869	9,385,163	9,674,977	182,658	11,814,230	30,560,641	27,974,645	18,770,831	113,867,014	107,074,219
Accumulated Amortization										
Balance, beginning of year	1,338,895	3,403,432	6,247,078	153,957	-	23,184,017	6,144,895	-	40,472,274	38,661,145
Amortization	118,484	212,721	515,971	8,496	-	346,815	614,672	-	1,817,159	1,815,083
Disposals and write downs	-	-	603,203	-	-	-	-	-	603,203	3,954
Balance, end of year	1,457,379	3,616,153	6,159,846	162,453	-	23,530,832	6,759,567	-	41,686,230	40,472,274
Net book value	4,046,490	5,769,010	3,515,131	20,205	11,814,230	7,029,809	21,215,078	18,770,831	72,180,784	66,601,945

RURAL MUNICIPALITY OF ST. CLEMENTS

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2024

	2024 Budget (Unaudited) $	2024 Actual $	2023 Actual $
PROPERTY TAXES			
Municipal taxes levied *(schedule 11)*	**9,798,971**	**9,861,053**	9,692,660
Taxes added	**140,000**	**297,628**	264,186
	9,938,971	**10,158,681**	9,956,846
GRANTS IN LIEU OF TAXATION			
Federal government	**6,170**	**6,170**	6,141
Federal government enterprises	**2,013**	**2,013**	2,013
Provincial government	**32,874**	**32,875**	33,193
Provincial government enterprises	**220,768**	**220,768**	220,769
	261,825	**261,826**	262,116
USER FEES			
Sales of service	**1,262,240**	**1,685,308**	1,426,506
Sales of goods	**-**	**39,086**	25,762
Rentals	**231,400**	**186,003**	197,196
Development charges	**102,000**	**460,649**	393,500
	1,595,640	**2,371,046**	2,042,964
GRANTS - PROVINCE OF MANITOBA			
General assistance payment	**1,395,041**	**532,883**	2,283,353
Conditional grants	**4,050,000**	**4,096,896**	6,386,677
	5,445,041	**4,629,779**	8,670,030
GRANTS - OTHER			
Federal government - gas tax funding	**638,519**	**644,278**	638,519
Federal government - other	**-**	**116,017**	72,046
Other local governments	**398,938**	**300,567**	294,406
Other grant	**-**	**127,703**	9,350
	1,037,457	**1,188,565**	1,014,321
PERMITS, LICENCES AND FEES			
Permits	**9,000**	**411,928**	399,108
Licences	**10,300**	**11,782**	13,106
Fines	**-**	**441**	-
	19,300	**424,151**	412,214
INVESTMENT REVENUE			
Interest	**20,000**	**566,414**	1,101,034
OTHER REVENUE			
Gain on sale of tangible capital assets	**-**	**132,950**	23,223
Miscellaneous	**51,849**	**176,511**	138,667
Penalties and interest	**200,000**	**193,509**	183,350
Donations	**-**	**1,523**	1,744
	251,849	**504,493**	346,984
WATER AND SEWER			
Municipal utilities *(schedule 8)*	**737,018**	**3,404,231**	1,803,437
TOTAL REVENUE	**19,307,101**	**23,509,186**	25,609,946

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2024

	2024 Budget (Unaudited) $	2024 Actual $	2023 Actual $
GENERAL GOVERNMENT SERVICES			
Legislative	**300,000**	**294,240**	276,284
General administrative	**1,749,775**	**1,780,201**	1,813,595
Other	**87,287**	**53,050**	79,912
	2,137,062	**2,127,491**	2,169,791
PROTECTIVE SERVICES			
Police	**187,403**	**171,400**	150,674
Fire	**707,412**	**777,736**	885,534
Emergency measures	**4,027,500**	**3,739,672**	2,093,024
Other protection	**395,495**	**409,100**	402,256
	5,317,810	**5,097,908**	3,531,488
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	**8,371,478**	**7,560,166**	4,949,807
Street lighting	**73,000**	**74,725**	72,588
	8,444,478	**7,634,891**	5,022,395
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	**1,887,649**	**1,753,457**	1,818,850
Lagoons and wells	**590**	**572**	-
	1,888,239	**1,754,029**	1,818,850
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	**50,000**	**43,061**	43,061
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	**206,240**	**652,885**	661,088
Other	**26,328**	**15,526**	5,915
	232,568	**668,411**	667,003
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	**53,000**	**133,358**	121,125
Regional development	**166,000**	**102,701**	94,752
Tourism	**9,000**	**1,675**	11,075
	228,000	**237,734**	226,952
RECREATION AND CULTURAL SERVICES			
Community centers and halls	**355,883**	**332,556**	404,791
Other recreational facilities	**103,550**	**156,790**	133,175
Libraries	**112,000**	**726,260**	303,499
Other cultural facilities	**10,000**	**7,569**	6,796
	581,433	**1,223,175**	848,261

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2024

	2024 Budget (Unaudited) $	2024 Actual $	2023 Actual $
WATER AND SEWER			
Municipal utilities *(schedule 8)*	**1,804,428**	**1,471,447**	1,593,194
TOTAL EXPENSES	**20,684,018**	**20,258,147**	15,920,995

RURAL MUNICIPALITY OF ST. CLEMENTS Schedule 4

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2024

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
	$	$	**$**	$	**$**	$	**$**	$	**$**	$
REVENUE										
Property taxes	**0,158,681**	9,956,846	**-**	-	**-**	-	**-**	-	**-**	-
Grants in lieu of taxation	**261,826**	262,116	**-**	-	**-**	-	**-**	-	**-**	-
User fees	**190,403**	186,696	**131,739**	100,448	**68,106**	62,478	**1,402,543**	1,215,428	**-**	-
Grants - Province of Manitoba	**708,451**	6,111,073	**3,782,040**	2,104,854	**-**	270,000	**-**	-	**-**	-
Grants - Other	**780,082**	744,927	**-**	-	**-**	-	**-**	-	**-**	-
Permits, licences and fees	**21,407**	21,581	**-**	-	**-**	-	**441**	-	**-**	-
Investment revenue	**557,919**	1,089,138	**-**	-	**-**	-	**-**	-	**-**	-
Other revenue	**493,016**	337,255	**-**	-	**5,446**	4,809	**-**	-	**-**	-
Water and sewer	**(703,923)**	(1,218,576)	**-**	-	**-**	-	**-**	-	**-**	-
Total revenue	**2,467,862**	7,491,056	**3,913,779**	2,205,302	**73,552**	337,287	**1,402,984**	1,215,428	**-**	-
EXPENSES										
Personnel services	**1,170,980**	1,072,237	**492,699**	487,900	**1,605,799**	1,400,659	**324,154**	285,414	**-**	-
Contract services	**634,295**	710,446	**250,510**	223,816	**4,118,497**	2,031,902	**873,800**	950,650	**-**	-
Utilities	**34,265**	34,553	**32,683**	40,747	**109,334**	105,354	**33,753**	31,926	**-**	-
Maintenance materials & supplies	**234,912**	274,848	**4,004,604**	2,458,582	**1,146,214**	836,978	**460,560**	489,098	**43,061**	43,061
Grants & contributions	**-**	-	**5,345**	4,926	**-**	-	**-**	-	**-**	-
Amortization	**21,337**	18,593	**312,067**	315,517	**655,047**	647,502	**61,762**	61,762	**-**	-
Interest on long term debt	**40,149**	41,503	**-**	-	**-**	-	**-**	-	**-**	-
Bad debts expense	**(8,447)**	17,611	**-**	-	**-**	-	**-**	-	**-**	-
Other operating expense	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Total expenses	**2,127,491**	2,169,791	**5,097,908**	3,531,488	**7,634,891**	5,022,395	**1,754,029**	1,818,850	**43,061**	43,061
SURPLUS (DEFICIT)	**0,340,371**	5,321,265	**(1,184,129)**	(1,326,186)	**(7,561,339)**	(4,685,108)	**(351,045)**	(603,422)	**(43,061)**	(43,061)

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

RURAL MUNICIPALITY OF ST. CLEMENTS **Schedule 4**

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2024

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
	$	$	**$**	$	**$**	$	**$**	$	**$**	$
REVENUE										
Property taxes	**-**	-	**-**	-	**-**	-	**-**	-	**0,158,681**	9,956,846
Grants in lieu of taxation	**-**	-	**-**	-	**-**	-	**-**	-	**261,826**	262,116
User fees	**483,284**	423,486	**39,086**	25,762	**55,885**	28,666	**-**	-	**2,371,046**	2,042,964
Grants - Province of Manitoba	**-**	-	**-**	-	**139,288**	184,103	**-**	-	**4,629,779**	8,670,030
Grants - Other	**53,584**	47,285	**38,980**	37,845	**315,919**	184,264	**-**	-	**1,188,565**	1,014,321
Permits, licences and fees	**402,303**	390,633	**-**	-	**-**	-	**-**	-	**424,151**	412,214
Investment revenue	**8,145**	11,536	**350**	360	**-**	-	**-**	-	**566,414**	1,101,034
Other revenue	**3,721**	91	**-**	1,572	**2,310**	3,257	**-**	-	**504,493**	346,984
Water and sewer	**-**	-	**-**	-	**-**	-	**4,108,154**	3,022,013	**3,404,231**	1,803,437
Total revenue	**951,037**	873,031	**78,416**	65,539	**513,402**	400,290	**4,108,154**	3,022,013	**3,509,186**	5,609,946
EXPENSES										
Personnel services	**432,913**	461,146	**88,151**	110,443	**257,958**	263,868	**13,420**	25,187	**4,386,074**	4,106,854
Contract services	**51,375**	46,605	**18,264**	29,175	**47,287**	53,433	**271,819**	215,542	**6,265,847**	4,261,569
Utilities	**8,869**	4,421	**523**	431	**685**	917	**57,514**	21,620	**277,626**	239,969
Maintenance materials & supplies	**83,263**	71,771	**89,867**	36,019	**63,464**	64,127	**-**	-	**6,125,945**	4,274,484
Grants & contributions	**86,064**	74,201	**32,126**	38,390	**716,237**	329,082	**18,397**	31,799	**858,169**	478,398
Amortization	**5,927**	8,859	**8,803**	12,494	**137,544**	136,834	**614,672**	613,522	**1,817,159**	1,815,083
Interest on long term debt	**-**	-	**-**	-	**-**	-	**495,549**	685,524	**535,698**	727,027
Bad debts expense	**-**	-	**-**	-	**-**	-	**-**	-	**(8,447)**	17,611
Other operating expense	**-**	-	**-**	-	**-**	-	**76**	-	**76**	-
Total expenses	**668,411**	667,003	**237,734**	226,952	**1,223,175**	848,261	**1,471,447**	1,593,194	**0,258,147**	5,920,995
SURPLUS (DEFICIT)	**282,626**	206,028	**(159,318)**	(161,413)	**(709,773)**	(447,971)	**2,636,707**	1,428,819	**3,251,039**	9,688,951

* 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, 2024

	Core Government		Government Partnerships		Total	
	2024	2023	**2024**	2023	**2024**	2023
	$	$	**$**	$	**$**	$
REVENUE						
Property taxes	**0,158,681**	9,956,846	**-**	-	**0,158,681**	9,956,846
Grants in lieu of taxation	**261,826**	262,116	**-**	-	**261,826**	262,116
User fees	**2,287,411**	1,973,091	**83,635**	69,873	**2,371,046**	2,042,964
Grants - Province of Manitoba	**4,538,872**	8,576,512	**90,907**	93,518	**4,629,779**	8,670,030
Grants - Other	**1,020,392**	820,973	**168,173**	193,348	**1,188,565**	1,014,321
Permits, licences and fees	**21,848**	21,581	**402,303**	390,633	**424,151**	412,214
Investment revenue	**557,919**	1,089,138	**8,495**	11,896	**566,414**	1,101,034
Other revenue	**498,462**	342,064	**6,031**	4,920	**504,493**	346,984
Water and sewer	**3,404,231**	1,803,437	**-**	-	**3,404,231**	1,803,437
Total revenue	**2,749,642**	4,845,758	**759,544**	764,188	**3,509,186**	5,609,946
EXPENSES						
Personnel services	**3,822,555**	3,457,848	**563,519**	649,006	**4,386,074**	4,106,854
Contract services	**6,165,763**	4,185,335	**100,084**	76,234	**6,265,847**	4,261,569
Utilities	**272,047**	234,200	**5,579**	5,769	**277,626**	239,969
Maintenance materials & supplies	**5,996,273**	4,152,555	**129,672**	121,929	**6,125,945**	4,274,484
Grants & contributions	**922,152**	539,081	**(63,983)**	(60,683)	**858,169**	478,398
Amortization	**1,797,768**	1,789,779	**19,391**	25,304	**1,817,159**	1,815,083
Interest on long term debt	**535,698**	727,027	**-**	-	**535,698**	727,027
Bad debts expense	**(8,447)**	17,611	**-**	-	**(8,447)**	17,611
Other operating expense	**76**	-	**-**	-	**76**	-
Total expenses	**9,503,885**	5,103,436	**754,262**	817,559	**0,258,147**	5,920,995
SURPLUS (DEFICIT)	**3,245,757**	9,742,322	**5,282**	(53,371)	**3,251,039**	9,688,951

RURAL MUNICIPALITY OF ST. CLEMENTS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

	General Reserve $	Capital Improvements Reserve $	Bridge Repair Reserve $	Office Building Reserve $	Public Works Reserve $	Fire Reserve $	Election Reserve $
FINANCIAL ASSETS							
Due from other funds	154,366	3,741,874	283,899	40,601	1,103,904	1,251,627	28,010
Investment revenue	2,776	77,140	5,200	1,584	10,615	22,955	388
TRANSFERS							
Transfers from general operating fund	-	252,000	50,000	15,000	490,000	460,618	7,000
Transfer to utility reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(68,777)	-	(69,590)	(192,957)	(360,650)	-
	-	183,223	50,000	(54,590)	297,043	99,968	7,000
CHANGE IN FUND BALANCES	2,776	260,363	55,200	(53,006)	307,658	122,923	7,388
FUND SURPLUS, BEGINNING OF YEAR	151,590	3,481,511	228,699	93,607	796,246	1,128,704	20,622
FUND SURPLUS, END OF YEAR	154,366	3,741,874	283,899	40,601	1,103,904	1,251,627	28,010

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

	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	471,652	1,596,627	622,521	515,889	642,440	1,504,670	466,312
Investment revenue	7,500	34,459	10,109	16,983	11,489	20,684	7,350
TRANSFERS							
Transfers from general operating fund	182,500	644,278	216,000	977,312	177,362	-	-
Transfer to utility reserve fund	-	-	-	-	-	670,178	112,310
Acquisition of tangible capital assets	-	(697,416)	-	(1,327,416)	-	-	-
	182,500	(53,138)	216,000	(350,104)	177,362	670,178	112,310
CHANGE IN FUND BALANCES	190,000	(18,679)	226,109	(333,121)	188,851	690,862	119,660
FUND SURPLUS, BEGINNING OF YEAR	281,652	1,615,306	396,412	849,010	453,589	813,808	346,652
FUND SURPLUS, END OF YEAR	471,652	1,596,627	622,521	515,889	642,440	1,504,670	466,312

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

	Sunset Utility Reserve $	East Selkirk Community Revitalization Reserve $	2024 Actual $	2023 Actual $
FINANCIAL ASSETS				
Due from other funds	**320,897**	**37,480**	**12,782,769**	10,934,917
Investment revenue	**5,587**	**196**	**235,015**	168,631
TRANSFERS				
Transfers from general operating fund	**-**	**37,284**	**3,509,354**	4,211,834
Transfer to utility reserve fund	**37,801**	**-**	**820,289**	223,646
Acquisition of tangible capital assets	**-**	**-**	**(2,716,806)**	(2,282,481)
	37,801	**37,284**	**1,612,837**	2,152,999
CHANGE IN FUND BALANCES	**43,388**	**37,480**	**1,847,852**	2,321,630
FUND SURPLUS, BEGINNING OF YEAR	**277,509**	**-**	**10,934,917**	8,613,287
FUND SURPLUS, END OF YEAR	**320,897**	**37,480**	**12,782,769**	10,934,917

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2024

	Lockport $	East Selkirk Water $	Sunset $	2024 Actual $	2023 Actual $
FINANCIAL ASSETS					
Accounts receivable *(note 3)*	**40,306**	**85,440**	**14,781**	**140,527**	119,302
LIABILITIES					
Accounts payable and accrued liabilities *(note 6)*	**17,136**	**1,305,344**	**-**	**1,322,480**	1,322,842
Deferred revenue *(note 7)*	**-**	**126,261**	**-**	**126,261**	1,886,566
Long-term debt *(note 9)*	**340,126**	**12,629,679**	**978,227**	**13,948,032**	14,829,754
Due to other funds	**205,669**	**5,281,953**	**102,099**	**5,589,721**	1,059,954
	562,931	**19,343,237**	**1,080,326**	**20,986,494**	19,099,116
NON-FINANCIAL ASSETS					
Tangible capital assets *(schedule 1)*	**5,866,477**	**32,664,076**	**1,451,062**	**39,981,615**	36,299,044
FUND SURPLUS	**5,343,852**	**13,406,279**	**385,517**	**19,135,648**	17,319,230

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2024

	LOCKPORT UTILITY		
	2024 Budget $	**2024 Actual $**	2023 Actual $
REVENUE			
SEWER			
Sewer fees	**130,150**	**184,416**	128,237
PROPERTY TAXES	**38,179**	**38,179**	38,179
OTHER REVENUE			
Penalties	**50**	**-**	-
Administration fees	**23,000**	**28,653**	21,895
	23,050	**28,653**	21,895
TOTAL REVENUE	**191,379**	**251,248**	188,311
EXPENSES			
GENERAL			
Administration	**300**	**185**	381
SEWER			
Collection system costs	**8,200**	**6,231**	8,000
Treatment and disposal costs	**112,700**	**45,473**	64,282
Lift station costs	**74,000**	**36,788**	17,486
Connection costs	**-**	**11,906**	348
Other sewer expense	**-**	**76**	-
	194,900	**100,474**	90,116
SEWER AMORTIZATION AND INTEREST			
Amortization	**164,644**	**164,644**	164,644
Interest on long-term debt	**13,463**	**13,463**	14,342
	178,107	**178,107**	178,986
TOTAL EXPENSES	**373,307**	**278,766**	269,483
EXCESS OF EXPENSES OVER REVENUE	**(181,928)**	**(27,518)**	(81,172)
TRANSFERS			
Transfer to utility reserve fund	**-**	**(112,310)**	(53,751)
CHANGE IN UTILITY FUND BALANCE	**(181,928)**	**(139,828)**	(134,923)
FUND SURPLUS, BEGINNING OF YEAR	**5,483,680**	**5,483,680**	5,618,603
FUND SURPLUS, END OF YEAR	**5,301,752**	**5,343,852**	5,483,680

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2024

	2024 Budget $	2024 Actual $	2023 Actual $
	EAST SELKIRK WATER UTILITY		
	2024 Budget $	**2024 Actual $**	**2023 Actual $**
REVENUE			
WATER			
Water fees	**155,100**	**174,110**	153,277
Bulk water fees	**2,000**	**4,795**	1,538
	157,100	**178,905**	154,815
SEWER			
Sewer fees	**45,100**	**42,098**	41,916
Lagoon tipping fees	**315,000**	**401,170**	312,550
	360,100	**443,268**	354,466
PROPERTY TAXES	**812,622**	**548,121**	1,062,774
GOVERNMENT TRANSFERS			
Capital	**-**	**2,052,550**	1,082,125
OTHER REVENUE			
Hydrant rentals	**12,000**	**12,000**	12,000
Connection charges	**-**	**451,218**	-
	12,000	**463,218**	12,000
TOTAL REVENUE	**1,341,822**	**3,686,062**	2,666,180
EXPENSES			
GENERAL			
Administration	**51,000**	**1,503**	10,186
WATER			
Purification and treatment	**89,320**	**5,401**	6,438
Transmission and distribution	**9,000**	**8,128**	377
Connection costs	**10,000**	**34**	12,312
	108,320	**13,563**	19,127
WATER AMORTIZATION AND INTEREST			
Interest on long-term debt	**490,420**	**445,028**	631,400
SEWER			
Treatment and disposal costs	**231,745**	**217,430**	150,171
Lift station costs	**3,500**	**6,195**	1,552
Connection costs	**7,000**	**6,457**	19,139
	242,245	**230,082**	170,862
SEWER AMORTIZATION AND INTEREST			
Amortization	**400,407**	**400,407**	399,256

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2024

	2024 Budget $	2024 Actual $	2023 Actual $
TOTAL EXPENSES	**1,292,392**	**1,090,583**	1,230,831
EXCESS OF REVENUE OVER EXPENSES	**49,430**	**2,595,479**	1,435,349
TRANSFERS			
Transfer to utility reserve fund	**-**	**(670,178)**	(150,243)
CHANGE IN UTILITY FUND BALANCE	**49,430**	**1,925,301**	1,285,106
FUND SURPLUS, BEGINNING OF YEAR	**11,480,978**	**11,480,978**	10,195,872
FUND SURPLUS, END OF YEAR	**11,530,408**	**13,406,279**	11,480,978

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2024

	2024 Budget $	2024 Actual $	2023 Actual $
	SUNSET UTILITY		
	2024 Budget $	**2024 Actual $**	**2023 Actual $**
REVENUE			
SEWER			
Sewer fees	**22,000**	**22,030**	21,946
Lagoon tipping fees	**30,000**	**31,191**	27,953
	52,000	**53,221**	49,899
PROPERTY TAXES	**117,623**	**117,623**	117,623
OTHER REVENUE			
Penalties	**50**	**-**	-
TOTAL REVENUE	**169,673**	**170,844**	167,522
EXPENSES			
GENERAL			
Administration	**200**	**100**	182
WATER			
Purification and treatment	**12,000**	**-**	-
SEWER			
Treatment and disposal costs	**3,100**	**788**	712
Lift station costs	**36,750**	**14,531**	2,582
	39,850	**15,319**	3,294
SEWER AMORTIZATION AND INTEREST			
Amortization	**49,621**	**49,621**	49,622
Interest on long-term debt	**37,058**	**37,058**	39,782
	86,679	**86,679**	89,404
TOTAL EXPENSES	**138,729**	**102,098**	92,880
EXCESS OF REVENUE OVER EXPENSES	**30,944**	**68,746**	74,642
TRANSFERS			
Transfer to utility reserve fund	**-**	**(37,801)**	(19,652)
CHANGE IN UTILITY FUND BALANCE	**30,944**	**30,945**	54,990
FUND SURPLUS, BEGINNING OF YEAR	**354,572**	**354,572**	299,582

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2024

	2024 Budget $	2024 Actual $	2023 Actual $
FUND SURPLUS, END OF YEAR	**385,516**	**385,517**	354,572

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2024

	Financial Plan General $	Financial Plan Utilities $	Amortization (TCA) $	Interest Expense $	Transfers $	Long Term Accruals $	Government Partnerships $	PSAB Budget $
REVENUE								
Property taxes	9,938,971	-	-	-	-	-	-	9,938,971
Grants in lieu of taxation	261,825	-	-	-	-	-	-	261,825
User fees	1,595,640	-	-	-	-	-	-	1,595,640
Grants - Province of Manitoba	5,445,041	-	-	-	-	-	-	5,445,041
Grants - Other	1,037,457	-	-	-	-	-	-	1,037,457
Permits, licences and fees	19,300	-	-	-	-	-	-	19,300
Investment revenue	20,000	-	-	-	-	-	-	20,000
Other revenue	251,849	-	-	-	-	-	-	251,849
Transfers	9,546,289	100,000	-	-	(9,646,289)	-	-	-
Water and sewer	(965,856)	1,702,874	-	-	-	-	-	737,018
	27,150,516	1,802,874	-	-	(9,646,289)	-	-	19,307,101
EXPENSES								
General government services	3,228,151	-	21,337	91,536	(1,203,962)	-	-	2,137,062
Protective services	5,005,743	-	312,067	-	-	-	-	5,317,810
Transportation services	7,789,431	-	655,047	-	-	-	-	8,444,478
Environmental health services	1,826,477	-	61,762	-	-	-	-	1,888,239
Public health and welfare services	50,000	-	-	-	-	-	-	50,000
Regional planning and development	232,568	-	-	-	-	-	-	232,568
Resource conservation and industrial development	228,000	-	-	-	-	-	-	228,000
Recreation and cultural services	448,550	-	132,883	-	-	-	-	581,433
Transfers	8,341,596	8,000	-	-	(8,349,596)	-	-	-
Water and sewer	-	1,794,874	614,672	540,941	(1,146,059)	-	-	1,804,428
	27,150,516	1,802,874	1,797,768	632,477	(10,699,617)	-	-	20,684,018
SURPLUS (DEFICIT)	-	-	(1,797,768)	(632,477)	1,053,328	-	-	(1,376,917)

ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2024

	2024 Actual $	2023 Actual $
BALANCE, BEGINNING OF YEAR	**2,286,531**	2,083,433
Add:		
Tax Levy *(schedule 11)*	**21,910,323**	20,802,305
Taxes added	**297,628**	264,186
Penalties and interest	**193,509**	183,350
Taxes overpaid (refunds)	**1,047,893**	602,744
Sub-total	**25,735,884**	23,936,018
Deduct:		
Cash collections - current	**16,763,796**	18,158,507
Cash collections - arrears	**-**	2,330,147
Cancellations	**-**	-
Tax discounts	**-**	-
M.P.T.C. - cash advance	**1,168,989**	1,160,833
Manitoba school tax credit	**5,758,947**	-
Sub-total	**23,691,732**	21,649,487
BALANCE, END OF YEAR	**2,044,152**	2,286,531

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2024

	Assessment	Mill Rate	2024 Levy	2023 Levy
Debt Charges:				
Frontage *(note 10)*			**424,132**	424,132
L.I.D.			**-**	-
At large *(note 11)*			**665,937**	665,232
			1,090,069	1,089,364
Reserves:				
Reserve *(note 12)*			**907,396**	878,774
			907,396	878,774
Other municipal levies:				
General municipal	**907,396,200**	**8.666**	**7,863,588**	7,595,242
Special levy *(note 13)*			**-**	129,280
			7,863,588	7,724,522
Total municipal taxes *(schedule 2)*			**9,861,053**	9,692,660
Education Support Levy	**31,115,160**	**8.129**	**252,904**	245,271
Special levy:				
Lord Selkirk #11	**620,482,450**	**13.411**	**8,321,290**	7,735,960
Sunrise SD #13	**82,577,140**	**12.328**	**1,017,763**	902,067
River East Transcona SD #82	**204,214,470**	**12.312**	**2,457,313**	2,226,347
			11,796,366	10,864,374
Total education taxes			**12,049,270**	11,109,645
Total tax levy *(schedule 10)*			**21,910,323**	20,802,305

RURAL MUNICIPALITY OF ST. CLEMENTS

Schedule 12

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2024

	2024 Budget $	2024 Actual $	2023 Actual $
GENERAL GOVERNMENT SERVICES			
Legislative	**300,000**	**294,240**	276,284
General administrative	**1,749,775**	**1,780,201**	1,813,595
Other	**87,287**	**53,050**	79,912
	2,137,062	**2,127,491**	2,169,791
PROTECTIVE SERVICES			
Police	**187,403**	**171,400**	150,674
Fire	**707,412**	**777,736**	885,534
Emergency measures	**4,027,500**	**3,739,672**	2,093,024
Other protection	**395,495**	**403,854**	402,256
	5,317,810	**5,092,662**	3,531,488
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	**8,371,478**	**7,560,166**	4,949,807
Street lighting	**73,000**	**74,725**	72,588
	8,444,478	**7,634,891**	5,022,395
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	**1,887,649**	**1,753,457**	1,818,850
Lagoons and wells	**590**	**572**	-
	1,888,239	**1,754,029**	1,818,850
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	**50,000**	**43,061**	43,061
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	**206,240**	**185,410**	94,879
Other	**26,328**	**15,526**	5,915
	232,568	**200,936**	100,794
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	**53,000**	**52,231**	57,909
Regional development	**166,000**	**102,701**	94,752
Tourism	**9,000**	**1,675**	11,075
	228,000	**156,607**	163,736
RECREATION AND CULTURAL SERVICES			
Community centers and halls	**355,883**	**332,556**	404,791
Other recreational facilities	**103,550**	**156,790**	133,175
Libraries	**112,000**	**525,846**	115,365
Other cultural facilities	**10,000**	**7,569**	6,796
	581,433	**1,022,761**	660,127
TOTAL EXPENSES	**18,879,590**	**18,032,438**	13,510,242

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2024

	General $	Lockport $	East Selkirk Water $	Sunset $	2024 Total $	2023 Total $
CONSOLIDATED ANNUAL SURPLUS *(statement 2)*	**1,434,621**	**(139,828)**	**1,925,301**	**30,945**	**3,251,039**	9,688,951
Elimination of appropriations from reserves	**3,509,354**	-	-	-	**3,509,354**	8,423,668
Consolidation of reserve operations	**(235,015)**	-	-	-	**(235,015)**	(168,631)
Elimination of consolidated entity operations	**(5,282)**	-	-	-	**(5,282)**	53,370
Amortization of tangible capital assets	**1,183,096**	**164,644**	**400,407**	**49,621**	**1,797,768**	2,403,301
Principal portion of long term debt	**(61,093)**	**(24,716)**	**(776,441)**	**(80,565)**	**(942,815)**	(1,771,038)
Loss (gain) on disposal of assets	**21,588**	-	-	-	**21,588**	21,588
Acquisitions of capital assets from operating funds	**(5,044,596)**	-	-	-	**(5,044,596)**	(5,044,596)
ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT* **	**802,673**	**100**	**1,549,267**	**1**	**2,352,041**	13,606,613

*** 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.

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