



RM of St. Clements

*The Place To Be*

Rural Municipality of St. Clements

# **2024 AUDIT REPORT**

Consolidated Financial Statements for  
the Year Ended December 31, 2024

Deepak Joshi

Chief Administrative Officer

# CONSOLIDATED FINANCIAL STATEMENTS

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.

| REPORTING ENTITY                      | 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 % |

# 2024 PERFORMANCE SUMMARY

**\$3.25M**

## ANNUAL SURPLUS

Continued robust fiscal performance driven by steady tax growth and disciplined capital expenditure management.

**\$61.9M**

## ACCUMULATED SURPLUS

Total municipal equity expanded further following strong prior-year gains, cementing long-term financial stability.

# INDEPENDENT AUDITOR'S REPORT

**Report by:**  
**Formerly**  
**Reid & Miller CPAs**

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**Fair Presentation:** Financial statements present fairly in all material respects.



**Scope:** Audit conducted in accordance with Canadian generally accepted auditing standards.



**Ongoing Standard:** Continued compliance review regarding Asset Retirement Obligations.

# THE ARO ACCOUNTING STANDARD

## **ARO Compliance**

Municipalities continue refining Asset Retirement Obligation (ARO) tracking for legal obligations regarding building materials like asbestos and infrastructure decommissioning.

## **Audit Evaluation**

Ongoing refinements to liability estimates ensure transparent reporting standards across municipal buildings and utility assets.

*\*Reflecting mature adoption of PSAB standards across Manitoba local governments.*

# RESERVE BALANCES

| Reserve Fund                   | 2024 Actual Balance (\$) | 2023 Actual Balance (\$) |
|--------------------------------|--------------------------|--------------------------|
| Capital Improvements Reserve   | 3,741,874                | 3,481,511                |
| Gas Tax Reserve                | 1,596,627                | 1,615,306                |
| East Selkirk Water Reserve     | 1,504,670                | 813,808                  |
| Fire Reserve                   | 1,251,627                | 1,128,704                |
| Public Works Reserve           | 1,103,904                | 796,246                  |
| Utility Expansion Reserve      | 642,440                  | 453,589                  |
| Recreation and Culture Reserve | 622,521                  | 396,412                  |
| Road Reserve                   | 515,889                  | 849,010                  |
| Environment Reserve            | 471,652                  | 281,652                  |
| Lockport Utility Reserve       | 466,312                  | 346,652                  |
| Sunset Utility Reserve         | 320,897                  | 277,509                  |
| Bridge Repair Reserve          | 283,899                  | 228,699                  |
| General Reserve                | 154,366                  | 151,590                  |
| Office Building Reserve        | 40,601                   | 93,607                   |
| Election Reserve               | 28,010                   | 20,622                   |
| Total Reserve Funds            | 12,782,769               | 10,934,917               |

# KEY EXPENSE CATEGORIES



**\$7.63M**

Transportation: Road maintenance and infrastructure.



**\$5.09M**

Protective Services: Fire, Police, and Emergency measures.



**\$2.13M**

General Government: Administrative and Legislative costs.



**\$1.75M**

Environmental Health: Waste disposal and collection.



**\$1.47M**

Water & Sewer: Utility operation and maintenance.



**\$1.22M**

Recreation & Cultural: Community halls and libraries.

# LONG-TERM DEBT PROFILE

| Fund Source             | 2024 Balance |
|-------------------------|--------------|
| Utility Funds Debt      | \$13.95 M    |
| General Authority Debt  | \$1.21 M     |
| Government Partnerships | \$0.00 M     |
| Total Debt              | \$15.16 M    |

## Principal Repayments

Scheduled repayments for upcoming years:

- 📅 2025: \$971,400
- 📅 2026: \$1,000,000
- 📅 2027: \$1,060,000

# UTILITY PERFORMANCE

## Lockport

Fund Surplus:  
\$5.34M

Robust utility  
expansions.

## East Selkirk

Fund Surplus:  
\$13.41M

Water/Sewer  
Revenue: \$1.34M.

## Sunset

Fund Surplus:  
\$0.38M

Optimized operational  
efficiency.

# QUESTIONS?

Review of 2024 Draft Consolidated Audit

Council approval of the 2024 Draft Consolidated Financial Statements.