

ROSSBURN MUNICIPALITY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

ROSSBURN MUNICIPALITY
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STATEMENT OF RESPONSIBILITY

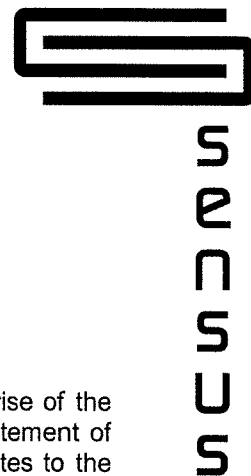
The accompanying consolidated financial statements are the responsibility of the management of the Rosscurn Municipality and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards.

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

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

Sensus Chartered Professional Accountants Ltd., as the Municipality's appointed external auditors, have audited the consolidated financial statements. The Auditor's Report is addressed to the Head of council 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.

Holly Krysko
Chief Administrative Officer



INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Rosburn Municipality
Rosburn, Manitoba

Opinion

We have audited the consolidated financial statements of Rosburn Municipality, which comprise of the statement of financial position as at December 31, 2019 and the statement of operations, statement of changes in net financial assets, and statement of cash flows for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Rosburn Municipality as at December 31, 2019, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Rosburn Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we 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 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 Rosburn 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 Rosburn Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian auditing standards, we exercise our 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 Rossburn Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Rossburn Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Rossburn Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosure, and whether the consolidated financial statements represents 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.

Brandon, Manitoba
 December 5, 2020



 Chartered Professional Accountants Ltd.

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2019

	2019	2018
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 336,096	\$ 652,891
Amounts receivable (Note 4)	442,309	615,910
Loans and advances (Note 18)	25,000	25,000
Real estate properties held for sale (Note 2)	45,627	51,302
Other inventories for sale (Note 5)	24,461	23,599
	873,493	1,368,702
LIABILITIES		
Bank indebtedness (Note 7)		128,256
Accounts payable and accrued liabilities (Note 6)	349,453	909,597
Deferred revenue (Note 2)	76,592	116,559
Long-term debt (Note 8)	74,049	95,990
	500,094	1,250,402
NET FINANCIAL ASSETS	373,399	118,300
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	4,245,919	4,352,926
Inventories (Note 5)	39,874	20,413
Prepaid expenses	31,718	29,154
	4,317,511	4,402,493
ACCUMULATED SURPLUS (Note 13)	\$ 4,690,910	\$ 4,520,793

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF OPERATIONS
 For the year ended December 31, 2019

	2019 Budget (Note 12)	2019 Actual	2018 Actual
REVENUE			
Property taxes	\$ 1,636,875	\$ 1,640,715	\$ 1,407,641
Grants in lieu of taxation	11,335	11,335	18,208
User fees	230,013	252,852	208,948
Permits, licences and fines	8,003	5,899	8,823
Investment income	65	41,019	20,107
Other revenue	52,250	208,278	66,905
Water and sewer	182,410	191,715	181,931
Grants - Province of Manitoba	263,022	295,252	354,311
Grants - Other	206,177	125,700	103,955
Total revenue (Schedules 2, 4 and 5)	<u>2,590,150</u>	<u>2,772,765</u>	2,370,829
EXPENSES			
General government services	529,135	561,636	564,327
Protective services	86,458	75,624	78,009
Transportation services	1,159,491	1,006,781	1,211,986
Environmental health services	88,755	62,340	62,968
Public health and welfare services	99,871	79,947	78,670
Regional planning and development	43,600	36,098	32,265
Resource conservation and industrial development	18,792	58,808	69,152
Recreation and cultural services	418,792	371,792	347,165
Water and sewer services	428,397	349,622	836,416
Total expenses (Schedules 3, 4 and 5)	<u>2,873,291</u>	<u>2,602,648</u>	3,280,958
ANNUAL SURPLUS (DEFICIT)	<u>\$ (283,141)</u>	170,117	(910,129)
ACCUMULATED SURPLUS, BEGINNING OF YEAR		4,520,793	5,430,922
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 4,690,910</u>	<u>\$ 4,520,793</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
 For the year ended December 31, 2019

	2019 Budget (Note 12)	2019 Actual	2018 Actual
ANNUAL SURPLUS (DEFICIT)	\$ (283,141)	\$ 170,117	\$ (910,129)
Acquisition of tangible capital assets	(615,127)	(189,463)	(188,523)
Amortization of tangible capital assets	291,120	291,120	292,860
Gain on sale of tangible capital assets			(1,900)
Proceeds on sale of tangible capital assets		5,350	3,200
Decrease (increase) in inventories		(19,461)	23,885
Decrease (increase) in prepaid expenses		(2,564)	2,195
	(324,007)	84,982	131,717
CHANGE IN NET FINANCIAL ASSETS	\$ (607,148)	255,099	(778,412)
NET FINANCIAL ASSETS, BEGINNING OF YEAR		118,300	896,712
NET FINANCIAL ASSETS, END OF YEAR		\$ 373,399	\$ 118,300

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2019

	2019	2018
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 170,117	\$ (910,129)
Changes in non-cash items:		
Amounts receivable	173,602	(26,011)
Inventories	(20,323)	14,576
Prepays	(2,564)	2,196
Accounts payable and accrued liabilities	(560,144)	333,585
Deferred revenue	(39,968)	104,057
Loss on sale of real estate held for sale	5,525	2,659
Gain on sale of tangible capital assets		(1,900)
Amortization	291,120	292,860
	<u>17,365</u>	<u>(188,107)</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	5,350	3,200
Cash used to acquire tangible capital assets	(189,463)	(188,523)
	<u>(184,113)</u>	<u>(185,323)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	3,150	2,710
Acquisition of real estate properties	(3,000)	(12,485)
	<u>150</u>	<u>(9,775)</u>
FINANCING TRANSACTIONS		
Debt repayment	(21,941)	(21,134)
Advances on bank indebtedness	(128,256)	128,256
	<u>(150,197)</u>	<u>107,122</u>
DECREASE IN CASH AND TEMPORARY INVESTMENTS	<u>(316,795)</u>	<u>(276,083)</u>
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>652,891</u>	<u>928,974</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 336,096</u>	<u>\$ 652,891</u>

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

1. STATUS OF THE ROSSBURN MUNICIPALITY

The incorporated Rossburn Municipality ("the Municipality") is a Municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The Rossburn Municipality reflects the amalgamation of the former Town of Rossburn and Rural Municipality of Rossburn. 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 two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Municipality. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Rossburn District Handivan Committee
 Rossburn Recreation Commission

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 municipality does not have any government partnerships:

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

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. The trust funds administered by the Municipality are presented in (Note 15) - Trust Funds.

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.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Temporary Investments

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

Investments

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

Portfolio investments are accounted for at cost.

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.

Landfill Closure and Post Closure Liabilities

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

Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for 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.

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.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets

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

General Tangible Capital Assets

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

Infrastructure Assets

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

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

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Revenue Recognition

Revenues are recognized as they are earned and measurable.

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

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

Measurement Uncertainty

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

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

3. CASH

Cash is comprised of the following:

	2019	2018
Cash	\$ 336,096	\$ 652,891

The Municipality has designated \$996,261 (2018 - \$886,573) to reserves for debt principal repayments and tangible capital asset acquisitions. However, the Municipality has insufficient fund to cover the designated cash to reserves. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2019	2018
Taxes on roll (Schedule 11)	\$ 293,662	\$ 180,297
Utility customers (Schedule 8)	47,905	60,095
Organizations and individuals	56,238	102,036
Other governments	44,567	304,097
	<u>442,372</u>	<u>646,525</u>
Less allowance for doubtful amounts	(63)	(30,615)
	<u>\$ 442,309</u>	<u>\$ 615,910</u>

5. INVENTORIES

Inventories for sale:

	2019	2018
History books	\$ 24,461	\$ 23,599

Inventories for use:

Culverts	\$ 31,601	\$ 12,880
Maintenance materials	8,273	7,533
	<u>\$ 39,874</u>	<u>\$ 20,413</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2019	2018
Accounts payable	\$ 198,097	\$ 738,004
Accrued expenses	15,500	91,016
School levies	135,856	80,577
	<u>\$ 349,453</u>	<u>\$ 909,597</u>

7. BANK INDEBTEDNESS

The Municipality has an authorized line of credit of \$550,000 (2018 - \$550,000) through Fusion Credit Union Ltd. with interest at a rate of 3.75% (2018 - 3.45%). The line of credit is secured by the taxes receivable.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

8. LONG TERM DEBT

	2019	2018
General Authority		
Debenture, payable at \$9,860 annually including interest at 3.50%, maturing December 2024.	\$ 44,517	\$ 52,538
Utility Funds		
Debenture, payable at \$15,658 annually including interest at 4%, maturing December 2021.	29,532	43,452
	<u>\$ 74,049</u>	<u>\$ 95,990</u>

Principal payments due in the next five years are as follows:

2020	\$ 22,778
2021	23,648
2022	8,893
2023	9,204
2024	9,526
	<u>\$ 74,049</u>

9. SCHEDULE OF DEBENTURES PENDING

<u>Authority</u>	<u>Purpose</u>	<u>Authorized</u>
By-law 2019-018	Russell-Binscarth water treatment plant pipeline to Rosburn	\$ 498,725

10. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2.0% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

10. RETIREMENT BENEFITS (continued)

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 \$25,669 (2018 - \$27,329) 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, 2018 indicated the plan was 101.3% funded on a going concern basis and has an unfunded solvency liability of \$229.8 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2018.

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 requirements. As a result, solvency funding is no longer required by MEPP.

11. FINANCIAL INSTRUMENTS

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

12. BUDGET

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

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

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

13. ACCUMULATED SURPLUS

	2019	2018
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus (Deficit)	\$ 147,000	\$ (36,061)
Utility Operating Fund(s) - Nominal Surplus (Deficit)	(749,536)	(631,462)
TCA net of related borrowings	4,098,929	4,159,128
Reserve Funds	996,261	886,573
	<hr/>	<hr/>
Accumulated Surplus of Municipality Unconsolidated	4,492,654	4,378,178
Accumulated Surpluses of Consolidated Entities	198,256	142,615
	<hr/>	<hr/>
Accumulated Surplus per Consolidated Statement of Financial Position	<u>\$ 4,690,910</u>	<u>\$ 4,520,793</u>

14. PUBLIC SECTOR COMPENSATION DISCLOSURE

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

- a) Compensation paid to members of council amounted to \$89,668 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Emile Sabourin	\$ 14,193	\$ 2,434	\$ 16,627
Darren Naherniak	12,845	3,128	15,973
Kerry Lawless	14,900	2,458	17,358
Kalvin Kreshewski	11,975	1,932	13,907
Adam Grabowski	11,605	2,030	13,635
Russ Andrew	11,615	1,371	12,986
Edward Budz	12,535	1,926	14,461
	<hr/>	<hr/>	<hr/>
	<u>\$ 89,668</u>	<u>\$ 15,279</u>	<u>\$ 104,947</u>

- c) There were no officers or employees that received compensation in excess of \$75,000.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

15. TRUST FUNDS

The Municipality administers the following trust funds:

	Balance, beginning of year	Excess (deficiency) of receipts over disbursements	Balance, end of year
Cemetery Trust	\$ <u>79,645</u>	\$ <u>(2,321)</u>	\$ <u>77,324</u>

16. SEGMENTED INFORMATION

The Rossburn Municipality provides a wide range of services to its residents. Segment information has been provided in Schedule 4 for the following services:

- General government services
- Protective services
- Transportation services
- Environmental health services
- Public health and welfare services
- Regional planning and development
- Resource 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.

17. SUBSEQUENT EVENT

Subsequent to year end, the COVID-19 pandemic impacted Canada and caused significant disruptions to the Canadian economy. As of the audit report date, the Municipality has not suffered any significant disruptions, and we are therefore unable to estimate the effect of the pandemic on the Municipality's operations. While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of the disruption. As a result, the related financial impact and duration cannot be reasonably estimated at this time.

18. LOANS AND ADVANCES

The loans and advances balance comprised of \$25,000 owed from the Rossman Lake Golf & Country Club for a repayable grant provided to the organization in 2009. The loan is repayable on an interest free basis due within 10 years of issuance. Council is in discussion with the Rossman Lake Golf & Country Club to renegotiate the terms of repayment. As of the audit date, no new terms had been agreed to.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2019

19. COMPARATIVE FIGURES

The prior year's figures have been restated as a result of errors found in consolidating controlled organizations.

The effect of these adjustments is a net decrease to accumulated surplus as follows:

	2019	2018
Opening fund balance:		
Accumulated surplus	\$ 4,520,793	\$ 5,442,693
Adjustments:		
Controlled organization - cash and temporary investments		40,073
Controlled organization - accounts receivable		(39,413)
Controlled organization - tangible capital assets		(28,152)
Controlled organization - prepaid expenses		(400)
Controlled organization - accounts payable		3,763
Controlled organization - deferred revenue		12,358
	<hr/>	<hr/>
Opening accumulated surplus, restated	4,520,793	5,430,922
	<hr/>	<hr/>
Annual surplus (deficit)	170,117	(910,129)
	<hr/>	<hr/>
Accumulated surplus, end of year	\$ 4,690,910	\$ 4,520,793
	<hr/> <hr/>	<hr/> <hr/>

ROSSBURN MUNICIPALITY
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2019

	General Capital Assets						Infrastructure			Totals	
	Land and Land Improvements	Building and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2019	2018	
Opening costs	\$ 1,206,100	1,689,765	2,087,899	26,284	58,171	8,718,594	1,351,936	3,018	\$ 15,141,767	\$ 14,954,544	
Additions during the year	1,400	120,396	23,634	13,330	25,353		5,350		189,463	188,523	
Disposals and write downs				(11,700)	(5,350)				(17,050)	(1,300)	
Transfers		52,821			(52,821)		3,018	(3,018)			
Closing costs	1,207,500	1,862,982	2,111,533	27,914	25,353	8,718,594	1,360,304		15,314,180	15,141,767	
Accumulated Amortization											
Opening accum'd amortization	200,290	688,845	926,757	25,803		8,128,049	819,097		10,788,841	10,495,981	
Amortization	17,769	44,772	145,661	1,404		38,069	43,445		291,120	292,860	
Disposals and write downs				(11,700)					(11,700)		
Closing accum'd amortization	218,059	733,617	1,072,418	15,507		8,166,118	862,542		11,068,261	10,788,841	
Net Book Value of Tangible Capital Assets	\$ 989,441	1,129,365	1,039,115	12,407	25,353	552,476	497,762		\$ 4,245,919	\$ 4,352,926	

Water and sewer underground networks contributed to the Municipality totals \$874,145 and were capitalized at their fair value at the time of their receipt.

The Municipality has 424 km of roads that were capitalized at a nominal value of \$7,632,000.



ROSSBURN MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
 For the year ended December 31, 2019

	2019 Actual	2018 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,628,875	\$ 1,394,963
Taxes added	12,322	12,678
Discounts	(482)	
	<u>1,640,715</u>	<u>1,407,641</u>
Grants in lieu of taxation:		
Grants in lieu of taxation	<u>11,335</u>	<u>18,208</u>
User fees:		
Sales of service	224,860	187,282
Rentals	22,465	19,424
Facility use fees	5,527	2,242
	<u>252,852</u>	<u>208,948</u>
Permits, licences and fines:		
Permits	5,888	8,810
Licences	11	13
	<u>5,899</u>	<u>8,823</u>
Investment income:		
Cash and temporary investments	<u>41,019</u>	<u>20,107</u>
Other revenue:		
Gain on sale of tangible capital assets		1,900
Loss on sale of real estate held for sale	(5,525)	(2,659)
Penalties and interest	19,480	21,324
Miscellaneous	41,384	20,916
Donations and fundraising	152,939	25,424
	<u>208,278</u>	<u>66,905</u>
Water and sewer		
Municipal utility	<u>191,715</u>	<u>181,931</u>
Grants - Province of Manitoba:		
Municipal operating grants	136,216	83,747
Conditional grants	159,036	270,564
	<u>295,252</u>	<u>354,311</u>
Sub-total	<u>\$ 2,647,065</u>	<u>\$ 2,266,874</u>

ROSSBURN MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
For the year ended December 31, 2019

	2019 Actual	2018 Actual
Sub-total (Carry forward)	\$ 2,647,065	\$ 2,266,874
Grants - other:		
Federal government - gas tax funding	104,693	59,180
Federal government - other		40,827
Other municipal governments	21,007	3,948
	<u>125,700</u>	<u>103,955</u>
Total revenue	\$ 2,772,765	\$ 2,370,829

ROSSBURN MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
 For the year ended December 31, 2019

	2019 Actual	2018 Actual
General government services:		
Legislative	\$ 108,735	\$ 100,631
General administrative	436,441	449,288
Other	16,460	14,408
	<u>561,636</u>	<u>564,327</u>
Protective services:		
Fire	53,933	50,043
Emergency measures	7,836	7,709
Other protection	13,855	20,257
	<u>75,624</u>	<u>78,009</u>
Transportation services:		
Road transport		
Administration and engineering	321,029	336,267
Road and street maintenance	657,659	729,403
Bridge maintenance	11	395
Sidewalk and boulevard maintenance	450	7,337
Street lighting	18,122	19,211
Other	9,510	119,373
	<u>1,006,781</u>	<u>1,211,986</u>
Environmental health services:		
Waste collection and disposal	44,786	50,530
Recycling	17,554	12,438
	<u>62,340</u>	<u>62,968</u>
Public health and welfare services:		
Public health		13,492
Medical care	76,397	61,628
Social assistance	3,550	3,550
	<u>79,947</u>	<u>78,670</u>
Regional planning and development:		
Planning and zoning	24,212	24,124
Beautification and land rehabilitation	5,559	3,718
Other	6,327	4,423
	<u>36,098</u>	<u>32,265</u>
Sub-total	<u>\$ 1,822,426</u>	<u>\$ 2,028,225</u>

ROSSBURN MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - Continued
 For the year ended December 31, 2019

	2019 Actual	2018 Actual
Sub-total (Carry forward)	\$ 1,822,426	\$ 2,028,225
Resource conservation and industrial development:		
Rural area weed control	7,855	4,925
Veterinary services	4,196	4,196
Water resources and conservation	12,243	13,117
Tourism	2,478	4,510
Other	32,036	42,404
	<u>58,808</u>	<u>69,152</u>
Recreation and cultural services:		
Administration	30,890	23,545
Community centres and halls	45,980	38,514
Swimming pools and beaches		364
Skating and curling rinks	60,061	53,751
Parks and playgrounds	85,935	70,824
Other recreational facilities	87,281	106,873
Museums	1,934	1,260
Libraries	13,823	14,426
Other cultural facilities	45,888	37,608
	<u>371,792</u>	<u>347,165</u>
Water and sewer (Schedule 9)		
Municipal utility	349,622	836,416
	<u>349,622</u>	<u>836,416</u>
Total expenses	\$ 2,602,648	\$ 3,280,958

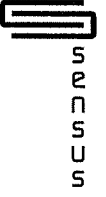
ROSSBURN MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2019

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE										
Property taxes	\$ 1,640,715	\$ 1,391,983								
Grants in lieu of taxation	11,335	18,208								
User fees	26,446	26,247								
Grants - other	104,693	100,007		2,595	9,615	8,623	38,257	56,368	28,661	16,532
Permits, licences and fines	5,899	8,823								
Investment income	40,815	19,923							149	125
Other revenue	55,339	39,451		2,030					74,321	20
Water and sewer										
Prov of MB - unconditional grants	116,430	76,422							21,411	18,243
Prov of MB - conditional grants	137,625	252,321								
Total revenue	2,139,297	1,933,385		4,625	9,615	8,623	38,257	56,368	124,542	34,920
EXPENSES										
Personnel services	269,412	251,751		300	309,937	325,174	8,646	5,740	24,053	21,437
Contract services	127,488	64,700	48,591	44,627	294,907	426,140	31,646	35,743	10,619	22,286
Utilities	13,752	11,911	9,816	9,016	17,625	21,255	3,717	7,404	2,021	1,656
Maintenance, materials and supplies	61,536	65,697	5,109	5,978	230,679	273,558	9,688	5,325	10,981	7,623
Grants and contributions	25,845	15,695							3,000	3,000
Amortization	9,241	8,544	12,108	18,088	151,794	157,656	8,643	8,756	28,843	22,435
Interest on long term debt					1,839	7,187				
Other	54,362	146,029				1,016			430	233
Total expenses	561,636	564,327	75,624	78,009	1,006,781	1,211,986	62,340	62,968	79,947	78,670
Surplus (Deficit)	\$ 1,577,661	\$ 1,369,058	(75,624)	(73,384)	(997,166)	(1,203,363)	(24,083)	(6,600)	44,595	(43,750)

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

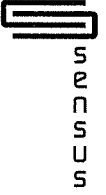
ROSSBURN MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2019

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2019	2018	2019	2018	2019	2018	2019	2018	
REVENUE									
Property taxes							15,658	\$ 1,640,715	\$ 1,407,641
Grants in lieu of taxation								11,335	18,208
User fees					149,873	98,583		252,852	208,948
Grants - other			21,007	3,948				125,700	103,955
Permits, licences and fines					55	59		5,899	8,823
Investment income					78,618	25,404		41,019	20,107
Other revenue								208,278	66,905
Water and sewer					191,715	181,931		191,715	181,931
Prov of MB - unconditional grants					19,786	7,325		136,216	83,747
Prov of MB - conditional grants								159,036	270,564
Total revenue			269,339	135,319			191,715	2,772,765	2,370,829
EXPENSES									
Personnel services			41,091	54,154			64,483	717,622	707,403
Contract services	27,441	25,202	143,842	123,559			30,914	732,185	1,286,473
Utilities			21,417	29,262	71,768	52,992	17,378	157,494	152,501
Maintenance, materials and supplies	2,330	2,640	1,056	4,268	49,390	68,336	169,053	539,822	605,039
Grants and contributions			16,438	21,241	13,971	7,796	43,445	59,254	47,732
Amortization			1,541	1,540	35,505	33,213	23,243	291,120	292,860
Interest on long term debt								15,548	22,735
Other	6,327	4,423	1,619	3,832	16,225	7,115	1,106	80,069	166,215
Total expenses	36,098	32,265	58,808	69,152	371,792	347,165	349,622	2,602,648	3,280,958
Surplus (Deficit)	(36,098)	(32,265)	(58,808)	(69,152)	(102,453)	(211,846)	(157,907)	\$ 170,117	\$ (910,129)



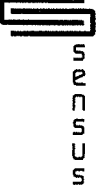
ROSSBURN MUNICIPALITY
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2019

	Core Government		Controlled Entities		Government Partnerships		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE								
Property taxes	\$ 1,640,715	\$ 1,407,641					\$ 1,640,715	\$ 1,407,641
Grants in lieu of taxation	11,335	18,208					11,335	18,208
User fees	214,997	186,161	37,855	22,787			252,852	208,948
Grants - other	104,693	100,007	21,007	3,948			125,700	103,955
Permits, licences and fines	5,899	8,823					5,899	8,823
Investment income	40,815	19,923	204	184			41,019	20,107
Other revenue	55,339	39,451	152,939	27,454			208,278	66,905
Water and sewer	191,715	181,931					191,715	181,931
Prov of MB - unconditional grants	116,430	76,422	19,786	7,325			136,216	83,747
Prov of MB - conditional grants	137,625	252,321	21,411	18,243			159,036	270,564
Total revenue	2,519,563	2,290,888	253,202	79,941			2,772,765	2,370,829
EXPENSES								
Personnel services	652,478	631,812	65,144	75,591			717,622	707,403
Contract services	716,289	1,268,096	15,896	18,377			732,185	1,286,473
Utilities	155,473	150,845	2,021	1,656			157,494	152,501
Maintenance, materials and supplies	517,994	571,877	21,828	33,162			539,822	605,039
Grants and contributions	59,254	47,732					59,254	47,732
Amortization	259,090	261,543	32,030	31,317			291,120	292,860
Interest on long term debt	25,082	22,735					25,082	22,735
Other	63,414	158,867	16,655	7,348			80,069	166,215
Total expenses	2,449,074	3,113,507	153,574	167,451			2,602,648	3,280,958
Surplus (Deficit)	\$ 70,489	\$ (822,619)	99,628	(87,510)			\$ 170,117	\$ (910,129)



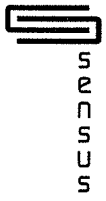
ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2019

	2019							
	Building Replacement Reserve - Ward 1	Hospital Reserve - Ward 1	Road Reconstruction Reserve - Ward 1	Rossman Lake Resort Reserve - Ward 1	Vista Centennial Reserve - Ward 1	Marconi School Reserve	Sub Total	
REVENUE								
Investment income	223	435	75	1,159	50		\$ 1,942	
Other income								
Total revenue	223	435	75	1,159	50		1,942	
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	223	435	75	1,159	50		1,942	
TRANSFERS								
Debt repayment								
Transfers from operating fund						2,421	2,421	
Transfers to operating fund								
Transfers from utility fund								
Transfers to utility fund								
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	223	435	75	1,159	50	2,421	4,363	
FUND SURPLUS, BEGINNING OF YEAR	11,347	22,101	3,836	58,718	2,547		98,549	
FUND SURPLUS, END OF YEAR	\$ 11,570	22,536	3,911	59,877	2,597	2,421	\$ 102,912	



ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2019

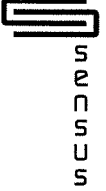
	2019							Sub Total
	Health Needs Reserve - Ward 2	Gas Tax Reserve	Handivan Reserve - Ward 2	Agri-Rec Reserve - Ward 2	General Reserve - Ward 1	Fire Reserve - Ward 1	Equipment Replacement Reserve - Ward 1	
REVENUE								
Investment income	747	4,725		250	2,751	1,302	1,577	\$ 11,352
Other income								
Total revenue	747	4,725		250	2,751	1,302	1,577	11,352
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	747	4,725		250	2,751	1,302	1,577	11,352
TRANSFERS								
Debt repayment								
Transfers from operating fund		104,693						104,693
Transfers to operating fund							(5,202)	(5,202)
Transfers from utility fund								
Transfers to utility fund							(17,647)	(17,647)
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	747	109,418		250	2,751	1,302	(21,272)	93,196
FUND SURPLUS, BEGINNING OF YEAR	37,930	224,717	21	12,698	139,438	66,152	80,178	561,134
FUND SURPLUS, END OF YEAR	\$ 38,677	334,135	21	12,948	142,189	67,454	58,906	\$ 654,330



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ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2019

	2019					2018	
	General Reserve - Ward 2	Equipment Replacement Reserve	Fire Reserve - Ward 2	Recreation Reserve - Ward 2	Town Utility Reserve	Parkview Subdivision Reserve - Ward 2	Total
REVENUE							
Investment income	\$ 2,305	106	584	13	1,421	61	\$ 17,784
Other income							\$ 12,767
Total revenue	<u>2,305</u>	<u>106</u>	<u>584</u>	<u>13</u>	<u>1,421</u>	<u>61</u>	<u>17,784</u>
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	<u>2,305</u>	<u>106</u>	<u>584</u>	<u>13</u>	<u>1,421</u>	<u>61</u>	<u>17,784</u>
TRANSFERS							
Debt repayment							
Transfers from operating fund			12,841				144,180
Transfers to operating fund		(5,202)					(10,404)
Transfers from utility fund							10,000
Transfers to utility fund							(10,800)
Acquisition of tangible capital assets							(17,647)
CHANGE IN RESERVE FUND BALANCES	<u>2,305</u>	<u>(5,096)</u>	<u>13,425</u>	<u>13</u>	<u>1,421</u>	<u>61</u>	<u>109,688</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>116,831</u>	<u>5,367</u>	<u>20,529</u>	<u>677</u>	<u>80,375</u>	<u>3,111</u>	<u>886,573</u>
FUND SURPLUS, END OF YEAR	<u>\$ 119,136</u>	<u>271</u>	<u>33,954</u>	<u>690</u>	<u>81,796</u>	<u>3,172</u>	<u>\$ 996,261</u>

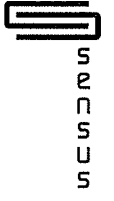


ROSSBURN MUNICIPALITY
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS -
For the year ended December 31, 2019

	2019 Budget	2019 Actual	2018 Actual
REVENUE	\$	\$	\$
EXPENSES			
General government			
Transportation services			
Environmental health			
Regional planning and development			
Recreation and cultural services			
TRANSFERS			
CHANGES IN L.U.D. BALANCES	\$		
UNEXPENDED BALANCE, BEGINNING OF YEAR			
UNEXPENDED BALANCE, END OF YEAR		\$	\$

ROSSBURN MUNICIPALITY
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2019

	2019		2018	
	Rosburn	Sunset Point	Total	Total
FINANCIAL ASSETS				
Cash and temporary investments	\$ 10,124	\$	\$ 10,124	\$ 49,015
Amounts receivable (Note 4)	47,455	450	47,905	60,095
	<u>57,579</u>	<u>450</u>	<u>58,029</u>	<u>109,110</u>
LIABILITIES				
Accounts payable and accrued liabilities	29,484		29,484	564,988
Deferred revenue				748
Long-term debt (Note 8)	29,532		29,532	43,452
Due to other funds	631,693	155,427	787,120	182,810
	<u>690,709</u>	<u>155,427</u>	<u>846,136</u>	<u>791,998</u>
NET DEBT	<u>(633,130)</u>	<u>(154,977)</u>	<u>(788,107)</u>	<u>(682,888)</u>
NON-FINANCIAL ASSETS				
Tangible capital assets (Schedule 1)	497,762		497,762	535,857
Inventories	8,273		8,273	7,533
Prepaid expenses	766		766	441
	<u>506,801</u>		<u>506,801</u>	<u>543,831</u>
DEFICIT	<u>(126,329)</u>	<u>(154,977)</u>	<u>(281,306)</u>	<u>(139,057)</u>



ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rossburn
For the year ended December 31, 2019

	Budget	2019	2018
REVENUE			
Water			
Water fees	\$ 160,000	\$ 166,225	\$ 157,192
Sewer			
Sewer fees	6,000	7,952	6,927
Property taxes			15,658
Other			
Hydrant rentals	4,800	4,800	4,800
Connection charges	200	550	175
Penalties	2,250	2,272	2,788
Investment income	750	507	1,669
Other income	1,300	2,299	1,270
Sub-Total - Other	9,300	10,428	10,702
Total revenue	\$ 175,300	\$ 184,605	\$ 190,479

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rosssburn
For the year ended December 31, 2019

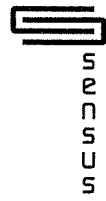
	Budget	2019	2018
EXPENSES			
General			
Administration	\$ 26,265	\$ 26,864	\$ 35,889
Billing and collection	700	272	363
Sub-Total - General	<u>26,965</u>	<u>27,136</u>	<u>36,252</u>
Water General			
Purification and treatment	61,972	36,539	32,884
Water purchases	167,000	153,712	136,044
Connection costs			498,875
Sub-Total - Water General	<u>228,972</u>	<u>190,251</u>	<u>667,803</u>
Water Amortization and Interest			
Amortization	200	35,339	32,411
Interest on long term debt	15,658	19,148	15,548
Sub-Total - Water Amortization & Interest	<u>15,858</u>	<u>54,487</u>	<u>47,959</u>
Sewer General			
Collection system costs	56,741	22,747	18,670
Treatment and disposal cost	1,600	1,546	1,383
Lift station costs		3,680	6,090
Sub-Total - Sewer General	<u>58,341</u>	<u>27,973</u>	<u>26,143</u>
Sewer Amortization and Interest			
Amortization		8,106	10,219
Total expenses	<u>330,136</u>	<u>307,953</u>	<u>788,376</u>
DEFICIT	<u>\$ (154,836)</u>	<u>(123,348)</u>	<u>(597,897)</u>
TRANSFERS			
Transfers from operating fund		15,658	10,000
Transfers to reserve funds			(10,000)
CHANGE IN UTILITY FUND BALANCE		<u>(107,690)</u>	<u>(597,897)</u>
FUND SURPLUS (DEFICIT), BEGINNING OF YEAR		<u>(18,639)</u>	<u>579,258</u>
DEFICIT, END OF YEAR	<u>\$</u>	<u>(126,329)</u>	<u>\$ (18,639)</u>

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Sunset Point
 For the year ended December 31, 2019

	Budget	2019	2018
REVENUE			
Water			
Water fees	\$ 7,110	\$ 7,110	\$ 7,110
Total revenue	<u>7,110</u>	<u>7,110</u>	<u>7,110</u>
EXPENSES			
General			
Administration	<u>3,073</u>	<u>5,038</u>	<u>3,876</u>
Water General			
Purification and treatment	<u>28,500</u>	<u>32,536</u>	<u>44,164</u>
Water Amortization & Interest			
Interest on long term debt		<u>4,095</u>	
Total expenses	<u>31,573</u>	<u>41,669</u>	<u>48,040</u>
DEFICIT	<u>\$ (24,463)</u>	<u>(34,559)</u>	<u>(40,930)</u>
TRANSFERS			
CHANGE IN UTILITY FUND BALANCE		<u>(34,559)</u>	<u>(40,930)</u>
DEFICIT, BEGINNING OF YEAR		<u>(120,418)</u>	<u>(79,488)</u>
DEFICIT, END OF YEAR		<u>\$ (154,977)</u>	<u>\$ (120,418)</u>

ROSSBURN MUNICIPALITY
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2019

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,636,875						\$ 1,636,875
Grants in lieu of taxation	11,335						11,335
User fees	211,013					19,000	230,013
Grants - Province of Manitoba	239,172					23,850	263,022
Grants - other	145,877					60,300	206,177
Permits, licences and fines	8,003					8,003	8,003
Investment income						65	65
Other revenue	52,000					250	52,250
Water and sewer		182,410					182,410
Transfers from accumulated surplus					(116,275)		
Transfers from reserves	66,700	49,575			(116,275)		
Total revenue	<u>2,370,975</u>	<u>231,985</u>			<u>(116,275)</u>	<u>103,465</u>	<u>2,590,150</u>
EXPENSES							
General government services	512,736		9,241		7,158		529,135
Protective services	74,350		12,108				86,458
Transportation services	1,005,858		151,794	1,839			1,159,491
Environmental health services	80,112		8,643				88,755
Public health and welfare services	34,046		7,104			58,721	99,871
Regional planning and development	43,600						43,600
Resource cons and industrial dev	17,251		1,541				18,792
Recreation and cultural services	323,020	361,709	43,445	23,243		70,558	418,792
Water and sewer services							428,397
Fiscal services:							
Transfer to capital	121,626		(121,626)				
Debt charges	46,168			(46,168)			
Short term interest							
Transfer to reserves	105,050				(105,050)		
Allowance for tax assets	7,158				(7,158)		
Total expenses	<u>2,370,975</u>	<u>361,709</u>	<u>137,464</u>	<u>(21,086)</u>	<u>(105,050)</u>	<u>129,279</u>	<u>2,873,291</u>
Surplus (Deficit)		<u>(129,724)</u>	<u>(137,464)</u>	<u>21,086</u>	<u>(11,225)</u>	<u>(25,814)</u>	<u>\$ (283,141)</u>



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ROSSBURN MUNICIPALITY
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2019

	2019	2018
Balance, beginning of year	\$ 180,297	\$ 144,240
Add:		
Tax levy (Schedule 12)	2,320,493	2,070,586
Taxes added	12,322	12,678
Penalties or interest	19,480	21,324
Other accounts added	12,746	
Tax adjustments (Tax Sale)	6,853	29,811
Sub-total	2,371,894	2,134,399
Deduct:		
Cash collections - current	1,940,234	1,706,421
Cash collections - arrears	173,347	160,640
Writeoffs	4,298	1,300
Title value of tax titles acquired		5,812
Tax discounts	482	
E.P.T.C. - cash advance	140,168	224,169
Sub-total	2,258,529	2,098,342
Balance, end of year	\$ 293,662	\$ 180,297

ROSSBURN MUNICIPALITY
SCHEDULE 12 - ANALYSIS OF TAX LEVY
 For the year ended December 31, 2019

	2019		2018	
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
L.I.D.	13,596,200	0.692	\$ 9,407	\$ 9,411
Other (Veterans Drive)	13,596,200	1.099	14,939	14,943
Sub-Total - Debt charges			<u>24,346</u>	<u>24,354</u>
General Municipal - At Large	64,220,850	8.818	<u>566,327</u>	<u>936,150</u>
Special levies:				
Rec/Culture			172,002	139,300
Misc Rural			520,675	30,000
Protective			53,379	54,159
Garb Urb			60,790	191,000
Misc Urban			231,356	20,000
Sub-Total - Special levies			<u>1,038,202</u>	<u>434,459</u>
Total municipal taxes (Schedule 2)			<u>1,628,875</u>	<u>1,394,963</u>
Education support levy	2,467,180	9.770	<u>24,104</u>	<u>24,396</u>
Special levy:				
Park West	63,517,040	10.509	667,514	651,227
Sub-Total - Special levies			<u>667,514</u>	<u>651,227</u>
Total education taxes			<u>691,618</u>	<u>675,623</u>
Total tax levy (Schedule 11)			<u>\$ 2,320,493</u>	<u>\$ 2,070,586</u>

ROSSBURN MUNICIPALITY
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the year ended December 31, 2019

	2019	2018
General government services:		
Legislative	\$ 108,735	\$ 100,631
General administrative	436,441	449,288
Other	16,460	14,408
	561,636	564,327
Protective services:		
Fire	53,933	50,043
Emergency measures	7,836	7,709
Other	13,855	17,613
	75,624	75,365
Transportation services:		
Road transport		
Administration and engineering	321,029	336,267
Road and street maintenance	657,659	729,403
Bridge maintenance	11	395
Sidewalk and boulevard maintenance	450	7,337
Street lighting	18,122	19,211
Other	9,510	119,373
	1,006,781	1,211,986
Environmental health services:		
Waste collection and disposal	44,786	50,530
Recycling	17,554	12,438
	62,340	62,968
Public health and welfare services:		
Public health	8,000	21,492
Medical care	10,104	3,694
Social assistance	3,550	3,550
	21,654	28,736
Regional planning and development:		
Planning and zoning	24,212	24,124
Beautification and land rehabilitation	5,559	3,718
Other	6,327	4,423
	36,098	32,265
Sub-total	\$ 1,764,133	\$ 1,975,647

ROSSBURN MUNICIPALITY
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued

For the year ended December 31, 2019

	2019	2018
Sub-total (carry forward)	\$ 1,764,133	\$ 1,975,647
Resource conservation and industrial development:		
Rural area weed control	7,855	4,925
Veterinary services	4,196	4,196
Water resources and conservation	12,243	13,117
Tourism	2,478	4,510
Other	32,036	42,404
	58,808	69,152
Recreation and cultural services:		
Administration	79,449	72,196
Community centres and halls	45,980	38,514
Swimming pools and beaches		364
Skating and curling rinks	60,061	53,751
Parks and playgrounds	85,935	70,824
Museums	1,934	1,260
Libraries	13,823	14,426
Other cultural facilities	45,888	37,608
	333,070	288,943
Total expenses	\$ 2,156,011	\$ 2,333,742

ROSSBURN MUNICIPALITY
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2019

	2019		2018	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 183,061	(118,074) \$	64,987 \$	(982,230)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	119,955		119,955	154,180
Eliminate revenue - transfers from reserves	(28,051)		(28,051)	(10,800)
Increase revenue - reserve funds interest	17,784		17,784	12,767
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	55,641		55,641	(117,984)
Increase expense - amortization of tangible capital assets	(215,645)	(43,445)	(259,090)	(351,217)
Decrease expense - principal portion of debenture debt	8,021	13,920	21,941	21,134
Eliminate - transfers to (from) other funds	15,658	(15,658)		
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets				1,900
Eliminate revenue - proceeds on sale of tangible capital assets	(5,350)		(5,350)	(3,200)
Eliminate expense - acquisitions of tangible capital assets	176,950	5,350	182,300	365,321
NET SURPLUS (DEFICIT) PER STATEMENT OF OPERATIONS	\$ 328,024	(157,907) \$	170,117 \$	(910,129)