

ROSSBURN MUNICIPALITY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

ROSSBURN MUNICIPALITY
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For the year ended December 31, 2021

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STATEMENT OF RESPONSIBILITY


To the Ratepayers of the Rosscorn Municipality:

The Municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the consolidated financial statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Sensus Chartered Professional Accountants Ltd., an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.


Holly Krysko
Chief Administrative Officer

INDEPENDENT AUDITOR'S REPORT

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

Qualified Opinion

We have audited the consolidated financial statements of Rossgburn Municipality, which comprise of the statement of financial position as at December 31, 2021 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, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Rossgburn Municipality as at December 31, 2021, 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 Qualified Opinion

Rossgburn Municipality has departed from Canadian public sector accounting standards as a reasonable estimate for the closure and post-closure costs of the landfill has not been performed. Therefore, the underlying accounting records are not complete as there is no current closure and post-closure estimated costs included in the audited financial statements. As we are unable to determine the effect of the unrecorded liability on the financial statements we have qualified our audit 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 Rossgburn 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 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 Rossgburn 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 Rossgburn Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Rossgburn 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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
July 15, 2022



Chartered Professional Accountants Ltd.

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash (Note 3)	\$ 1,040,595	\$ 722,052
Amounts receivable (Note 4)	578,195	514,937
Portfolio investments (Note 2)	40,000	
Loans and advances		25,000
	<u>1,658,790</u>	<u>1,261,989</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	142,795	127,077
Deferred revenue (Note 2)	75,952	86,172
Long-term debt (Note 7)	490,898	532,587
	<u>709,645</u>	<u>745,836</u>
NET FINANCIAL ASSETS	<u>949,145</u>	<u>516,153</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	4,336,394	4,571,616
Inventories (Note 5)	61,812	68,930
Prepaid expenses	39,669	40,073
Real estate properties held for sale (Note 2)	48,101	41,105
	<u>4,485,976</u>	<u>4,721,724</u>
ACCUMULATED SURPLUS (Note 12)	<u>\$ 5,435,121</u>	<u>\$ 5,237,877</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2021

	2021 Budget (Note 11)	2021 Actual	2020 Actual
REVENUE			
Property taxes	\$ 1,664,697	\$ 1,837,327	\$ 1,726,466
Grants in lieu of taxation	12,180	12,180	11,868
User fees	216,705	233,008	227,196
Permits, licences and fines	12,010	30,438	16,626
Investment income	7,539	22,240	24,129
Other revenue	124,956	203,897	227,007
Water and sewer	286,041	296,336	264,846
Grants - Province of Manitoba	394,934	469,794	299,722
Grants - Other	150,250	108,538	121,143
Total revenue (Schedules 2, 4 and 5)	<u>2,869,312</u>	<u>3,213,758</u>	<u>2,919,003</u>
EXPENSES			
General government services	507,823	641,389	547,094
Protective services	102,063	84,509	84,974
Transportation services	1,315,683	1,394,880	1,086,279
Environmental health services	85,145	73,517	52,985
Public health and welfare services	91,325	82,400	128,862
Regional planning and development	56,500	53,162	41,964
Resource conservation and industrial development	29,342	54,873	54,533
Recreation and cultural services	367,276	288,873	372,492
Water and sewer services	388,482	342,911	359,305
Total expenses (Schedules 3, 4 and 5)	<u>2,943,639</u>	<u>3,016,514</u>	<u>2,728,488</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ (74,327)</u>	197,244	190,515
ACCUMULATED SURPLUS, BEGINNING OF YEAR		5,237,877	5,047,362
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 5,435,121</u>	<u>\$ 5,237,877</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2021

	2021 Budget (Note 11)	2021 Actual	2020 Actual
ANNUAL SURPLUS (DEFICIT)	\$ (74,327)	\$ 197,244	\$ 190,515
Acquisition of tangible capital assets	(512,112)	(321,786)	(243,325)
Amortization of tangible capital assets	274,960	274,960	314,882
Loss on sale of tangible capital assets		78,796	29,200
Proceeds on sale of tangible capital assets		203,250	
Decrease (increase) in inventories		7,119	(4,595)
Decrease (increase) in prepaid expenses		404	(8,355)
Decrease (increase) in real estate properties held for sale		(6,995)	4,521
	<u>(237,152)</u>	<u>235,748</u>	<u>92,328</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (311,479)</u>	<u>432,992</u>	<u>282,843</u>
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>516,153</u>	<u>233,310</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 949,145</u>	<u>\$ 516,153</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2021

	2021	2020
OPERATING TRANSACTIONS		
Annual surplus	\$ 197,244	\$ 190,515
Changes in non-cash items:		
Amounts receivable	(63,257)	(72,628)
Inventories	7,119	(4,595)
Prepays	404	(8,355)
Accounts payable and accrued liabilities	15,717	(222,375)
Deferred revenue	(10,219)	(60,421)
Loss on sale of real estate held for sale	2,589	3,298
Loss on sale of tangible capital assets	78,796	29,200
Amortization	274,960	314,882
Cash provided by operating transactions	<u>503,353</u>	<u>169,521</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	203,250	
Cash used to acquire tangible capital assets	(321,786)	(243,325)
Cash applied to capital transactions	<u>(118,536)</u>	<u>(243,325)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	2,857	4,770
Loans and advances repaid	25,000	
Acquisition of real estate properties	(12,442)	(3,546)
Loans and advances issued	(40,000)	
Cash applied to investing transactions	<u>(24,585)</u>	<u>1,224</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt		498,725
Debt repayment	(41,689)	(40,188)
Cash applied to financing transactions	<u>(41,689)</u>	<u>458,537</u>
INCREASE IN CASH	<u>318,543</u>	<u>385,957</u>
CASH, BEGINNING OF YEAR	<u>722,052</u>	<u>336,095</u>
CASH, END OF YEAR	<u>\$ 1,040,595</u>	<u>\$ 722,052</u>

ROSSBURN MUNICIPALITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2021

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
Rossburn Community Development Corporation

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 14 - 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, 2021

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, 2021

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, 2021

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

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.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

3. CASH

Cash is comprised of the following:

	2021	2020
Cash	\$ 1,040,595	\$ 722,052

The Municipality has designated \$1,735,619 (2020 - \$1,353,326) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has an authorized line of credit of \$550,000 (2020 - \$550,000) through Fusion Credit Union Ltd. with interest at a rate of 1.95% (2020 - 2.75%). The line of credit is secured by the taxes receivable.

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2021	2020
Taxes on roll (Schedule 11)	\$ 321,124	\$ 353,701
Utility customers (Schedule 8)	96,949	69,405
Organizations and individuals	66,261	79,331
Other governments	93,924	12,563
	<u>578,258</u>	<u>515,000</u>
Less allowance for doubtful amounts	(63)	(63)
	<u>\$ 578,195</u>	<u>\$ 514,937</u>

5. INVENTORIES

History books	\$ 19,895	\$ 20,981
Culverts	31,011	40,103
Maintenance materials	10,906	7,846
	<u>\$ 61,812</u>	<u>\$ 68,930</u>

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2021	2020
Accounts payable	\$ 90,559	\$ 80,105
Accrued expenses	52,236	46,972
	<u>\$ 142,795</u>	<u>\$ 127,077</u>

7. LONG TERM DEBT

	2021	2020
General Authority		
Debenture, payable at \$9,860 annually including interest at 3.500%, maturing December 2024.	\$ 27,624	\$ 36,216
Utility Funds		
Debenture, payable at \$15,658 annually including interest at 4.000%, matured December 2021.		15,056
Debenture, payable at \$35,489 annually including interest at 3.625%, maturing December 31, 2039	463,274	481,315
	<u>463,274</u>	<u>496,371</u>
	<u>\$ 490,898</u>	<u>\$ 532,587</u>

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

2022	\$ 27,588
2023	28,577
2024	29,602
2025	20,803
2026	21,557
	<u>\$ 128,127</u>

8. SCHEDULE OF DEBENTURES PENDING

<u>Authority</u>	<u>Purpose</u>	<u>Authorized</u>
		\$

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

9. 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.

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 \$35,415 (2020 - \$31,575) 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, 2020 indicated the plan was 96.7% funded on a going concern basis and has an unfunded solvency liability of \$333.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2020.

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.

10. 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.

11. 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, 2021

12. ACCUMULATED SURPLUS

	2021	2020
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 19,126	\$ 158,740
Utility Operating Fund(s) - Deficit	(374,333)	(371,084)
TCA net of related borrowings	3,770,591	3,931,269
Reserve Funds	1,735,619	1,353,326
	<hr/>	
Accumulated Surplus of Municipality Unconsolidated	5,151,003	5,072,251
Accumulated Surpluses of Consolidated Entities	272,155	165,626
	<hr/>	
Accumulated Surplus per Consolidated Statement of Financial Position	<u>\$ 5,435,121</u>	<u>\$ 5,237,877</u>

13. 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, 2021:

- a) Compensation paid to members of council amounted to \$84,644 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	\$ 12,372	\$ 2,135	14,507
Darren Naherniak	12,097	2,172	14,269
Kerry Lawless	13,605	1,952	15,557
Kalvin Kreshewski	11,960	1,643	13,603
Adam Grabowski	11,830	2,199	14,029
Russ Andrew	11,340	1,200	12,540
Edward Budz	11,440	1,428	12,868
	<hr/>		
	<u>\$ 84,644</u>	<u>\$ 12,729</u>	<u>97,373</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Holly Krysko	CAO	\$ 88,605

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

14. TRUST FUNDS

The Municipality administers the following trust funds that are not consolidated in these financial statements:

	Balance, beginning of year	Excess (deficiency) of receipts over disbursements	Balance, end of year
Cemetery Trust	\$ <u>76,540</u>	\$ <u>(5,352)</u>	\$ <u>71,188</u>

15. PUBLIC UTILITIES BOARD

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

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

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining Net Book Value.

Water services:

<u>Description of Utility</u>	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Sunset Point	\$ 292,425	\$	\$ 24,369	\$ 268,056

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

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. OTHER MATTERS

During the year, the COVID-19 pandemic impacted Canada and caused significant disruptions to the Canadian economy. The Municipality has not suffered any significant disruptions. 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. SUBSEQUENT EVENTS

During the year, the Municipality filed a disaster financial assistance claims related to the 2020 severe weather event. The total repair cost was estimated at \$1.5 million of which \$34,000 was not eligible. Subsequent to year end, the Municipality received an advance of \$712,536. As of the financial statement date the Municipality incurred \$178,330 in costs. Furthermore, the Province of Manitoba has declared the 2022 spring flooding a disaster which the Municipality will be filing a claim for.

ROSSBURN MUNICIPALITY
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2021

Cost	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	2021	2020	
Opening costs	\$ 1,178,300	1,912,782	2,263,516	26,686	2,695	8,718,594	2,033,724	\$ 16,136,297	\$ 15,923,400	
Additions during the year	26,303	140,291	130,174		25,018			321,786	243,325	
Disposals and write downs			(494,946)					(494,946)	(30,428)	
Transfers		2,695			(2,695)					
Closing costs	1,204,603	2,055,768	1,898,744	26,686	25,018	8,718,594	2,033,724	15,963,137	16,136,297	
Accumulated Amortization										
Opening accum'd amortization	235,125	785,744	1,221,119	16,880		8,203,429	1,102,386	11,564,683	11,251,027	
Amortization	9,469	53,420	120,212	1,542		37,310	53,007	274,960	314,882	
Disposals and write downs			(212,900)					(212,900)	(1,228)	
Closing accum'd amortization	244,594	839,164	1,128,431	18,422		8,240,739	1,155,393	11,626,743	11,564,681	
Net Book Value of Tangible Capital Assets	\$ 960,009	1,216,604	770,313	8,264	25,018	477,855	878,331	\$ 4,336,394	\$ 4,571,616	

Water and sewer underground networks contributed to the Municipality totals \$884,419 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, 2021

	2021 Actual	2020 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,776,233	\$ 1,716,472
Taxes added	9,905	9,994
Other accounts added	51,189	
	<u>1,837,327</u>	<u>1,726,466</u>
Grants in lieu of taxation:		
Grants in lieu of taxation	12,180	11,868
	<u>12,180</u>	<u>11,868</u>
User fees:		
Sales of service	222,800	205,905
Rentals	10,208	15,383
Facility use fees		5,908
	<u>233,008</u>	<u>227,196</u>
Permits, licences and fines:		
Permits	30,413	16,616
Licences	25	10
	<u>30,438</u>	<u>16,626</u>
Investment income:		
Cash and temporary investments	22,240	24,129
	<u>22,240</u>	<u>24,129</u>
Other revenue:		
Gain on sale of tangible capital assets	4,230	
Loss on sale of real estate held for sale	(2,589)	(3,298)
Donations	1,016	70,002
Penalties and interest	42,819	38,471
Miscellaneous	88,750	121,832
Acquisition of controlled entity	69,671	
	<u>203,897</u>	<u>227,007</u>
Water and sewer		
Municipal utility	296,336	264,846
	<u>296,336</u>	<u>264,846</u>
Grants - Province of Manitoba:		
Municipal operating grants	114,350	113,626
Conditional grants	355,444	186,096
	<u>469,794</u>	<u>299,722</u>
Sub-total	<u>\$ 3,105,220</u>	<u>\$ 2,797,860</u>

ROSSBURN MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
For the year ended December 31, 2021

	2021	2020
	Actual	Actual
Sub-total (Carry forward)	\$ 3,105,220	\$ 2,797,860
Grants - other:		
Federal government - gas tax funding	107,438	52,525
Federal government - other		58,433
Rosburn recreation commission		6,135
Other municipal governments	1,100	4,050
	<u>108,538</u>	<u>121,143</u>
Total revenue	\$ 3,213,758	\$ 2,919,003

ROSSBURN MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2021

	2021 Actual	2020 Actual
General government services:		
Legislative	\$ 106,344	\$ 103,819
General administrative	455,016	396,966
Loss on sale of land		29,200
Other	80,029	17,109
	<u>641,389</u>	<u>547,094</u>
Protective services:		
Fire	59,661	59,300
Emergency measures	8,910	12,909
Other protection	15,938	12,765
	<u>84,509</u>	<u>84,974</u>
Transportation services:		
Road transport		
Administration and engineering	365,428	348,719
Road and street maintenance	840,333	711,972
Bridge maintenance	77,316	
Sidewalk and boulevard maintenance		1,897
Street lighting	17,945	17,375
Other	10,832	6,316
Loss on disposal of tangible capital assets	83,026	
	<u>1,394,880</u>	<u>1,086,279</u>
Environmental health services:		
Waste collection and disposal	48,471	34,369
Recycling	25,046	18,616
	<u>73,517</u>	<u>52,985</u>
Public health and welfare services:		
Medical care	78,850	64,056
Social assistance	3,550	64,806
	<u>82,400</u>	<u>128,862</u>
Regional planning and development:		
Planning and zoning	49,626	35,922
Beautification and land rehabilitation	1,810	4,125
Urban area weed control	800	
Other	926	1,917
	<u>53,162</u>	<u>41,964</u>
Sub-total	<u>\$ 2,329,857</u>	<u>\$ 1,942,158</u>

ROSSBURN MUNICIPALITY
SCHEDULE 3 - UNCONSOLIDATED SCHEDULE OF EXPENSES - Continued
For the year ended December 31, 2021

	2021 Actual	2020 Actual
Sub-total (Carry forward)	\$ 2,329,857	\$ 1,942,158
Resource conservation and industrial development:		
Rural area weed control	6,400	8,098
Veterinary services	4,376	4,196
Water resources and conservation	10,364	10,546
Tourism	104	1,073
Other	33,629	30,620
	<u>54,873</u>	<u>54,533</u>
Recreation and cultural services:		
Administration	32,514	87,372
Community centres and halls	41,340	50,089
Skating and curling rinks	37,787	66,446
Parks and playgrounds	101,096	85,821
Other recreational facilities	14,769	21,964
Museums	1,617	1,868
Libraries	13,862	14,353
Other cultural facilities	45,888	44,579
	<u>288,873</u>	<u>372,492</u>
Water and sewer (Schedule 9)		
Municipal utility	342,911	359,305
	<u>342,911</u>	<u>359,305</u>
Total expenses	\$ 3,016,514	\$ 2,728,488

ROSSBURN MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2021

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ 1,837,327	\$ 1,726,466								
Grants in lieu of taxation	12,180	11,868								
User fees	15,577	21,510			17,358	12,260	42,380	42,186	16,564	12,048
Grants - other	107,438	110,958								
Permits, licences and fines	30,438	16,626								
Investment income	21,385	24,000							36	125
Other revenue	182,711	157,005							4,230	70,002
Water and sewer										
Prov of MB - unconditional grants	114,350	113,626								
Prov of MB - conditional grants	321,692	167,349								
Total revenue	2,643,098	2,349,408			17,358	12,260	42,380	42,186	28,652	18,747
EXPENSES										
Personnel services	312,033	288,362			354,569	337,626	8,393	7,422	24,418	17,161
Contract services	140,106	98,218	50,786	56,432	649,990	403,005	30,580	25,827	13,321	7,317
Utilities	13,052	14,552	10,218	11,051	13,584	20,170	3,613	3,432	1,914	1,933
Maintenance, materials and supplies	66,242	64,669	7,986	5,687	170,720	173,857	20,296	6,665	7,114	10,692
Grants and contributions	21,885	21,890							4,200	4,200
Amortization	3,924	7,720	15,519	11,804	121,723	150,063	10,635	9,639	29,952	32,334
Interest on long term debt					1,268	1,558				
Other	84,147	51,683			83,026				1,481	55,225
Total expenses	641,389	547,094	84,509	84,974	1,394,880	1,086,279	73,517	52,985	82,400	128,862
Surplus (Deficit)	\$ 2,001,709	\$ 1,802,314	(84,509)	(84,974)	(1,377,522)	(1,074,019)	(31,137)	(10,799)	(32,918)	(27,940)

* 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, 2021

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes									\$ 1,837,327	\$ 1,726,466
Grants in lieu of taxation									12,180	11,868
User fees			2,100		139,029	139,192			233,008	227,196
Grants - other					1,100	10,185			108,538	121,143
Permits, licences and fines									30,438	16,626
Investment income			818		1	4			22,240	24,129
Other revenue			15,941		1,015				203,897	227,007
Water and sewer							296,336	264,846	296,336	264,846
Prov of MB - unconditional grants									114,350	113,626
Prov of MB - conditional grants					5,100				355,444	186,096
Total revenue			18,859		146,245	149,381	296,336	264,846	3,213,758	2,919,003
EXPENSES										
Personnel services									58,698	57,989
Contract services	47,308	36,231	13,716	13,492	132,254	54,966	36,420	50,807	1,114,481	836,888
Utilities			17,015	19,785	72,429	74,078	17,157	14,731	148,982	159,732
Maintenance, materials and supplies	4,928	1,472	6,136	540	40,923	43,010	152,658	139,717	477,003	446,309
Grants and contributions	926		10,364	14,742	8,539	12,575			45,914	53,407
Amortization			5,700	5,000	34,500	41,244			53,007	57,078
Interest on long term debt									24,971	31,163
Other			1,942	974	228	1,060			170,824	121,023
Total expenses	53,162	41,964	54,873	54,533	288,873	372,492	342,911	359,305	3,016,514	2,728,488
Surplus (Deficit)	(53,162)	(41,964)	(36,014)	(54,533)	(142,628)	(223,111)	(46,575)	(94,459)	\$ 197,244	\$ 190,515

ROSSBURN MUNICIPALITY
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2021

	Core Government		Controlled Entities		Government Partnerships		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE								
Property taxes	\$ 1,837,327	\$ 1,726,466					\$ 1,837,327	\$ 1,726,466
Grants in lieu of taxation	12,180	11,868					12,180	11,868
User fees	211,569	211,973	21,439	15,223			233,008	227,196
Grants - other	107,438	117,093	1,100	4,050			108,538	121,143
Permits, licences and fines	30,438	16,626					30,438	16,626
Investment income	21,385	24,000	855	129			22,240	24,129
Other revenue	182,711	157,005	21,186	70,002			203,897	227,007
Water and sewer	296,336	264,846					296,336	264,846
Prov of MB - unconditional grants	114,350	113,626					114,350	113,626
Prov of MB - conditional grants	321,692	167,349	33,752	18,747			355,444	186,096
Total revenue	3,135,426	2,810,852	78,332	108,151			3,213,758	2,919,003
EXPENSES								
Personnel services	733,693	746,365	24,418	17,161			758,111	763,526
Contract services	1,097,712	826,243	16,769	10,645			1,114,481	836,888
Utilities	146,969	157,799	2,013	1,933			148,982	159,732
Maintenance, materials and supplies	460,567	442,114	16,436	4,195			477,003	446,309
Grants and contributions	45,914	49,357		4,050			45,914	53,407
Amortization	250,127	279,925	24,833	34,957			274,960	314,882
Interest on long term debt	26,239	32,721					26,239	32,721
Other	167,173	119,248	3,651	1,775			170,824	121,023
Total expenses	2,928,394	2,653,772	88,120	74,716			3,016,514	2,728,488
Surplus (Deficit)	\$ 207,032	\$ 157,080	(9,788)	33,435			\$ 197,244	\$ 190,515

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2021

	2021	Sub Total
	Infrastructure Reserve	
REVENUE		
Investment income	302 \$	302
Other income		
Total revenue	<u>302</u>	<u>302</u>
EXPENSES		
Investment charges		
Other expenses		
Total expenses		
NET REVENUES	302	302
TRANSFERS		
Debt repayment		
Transfers from operating fund		
Transfers to operating fund		
Transfers from utility fund		
Transfers to utility fund		
Acquisition of tangible capital assets		
CHANGE IN RESERVE FUND BALANCES	302	302
FUND SURPLUS, BEGINNING OF YEAR	50,000	50,000
FUND SURPLUS, END OF YEAR	<u>50,302 \$</u>	<u>50,302</u>

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2021

	2021								
	Building Replacement Reserve - Ward 1	Hospital Reserve - Ward 1	Road Reconstruction Reserve - Ward 1	Lake Resort Reserve - Ward 1	Rossman Reserve - Ward 1	Vista Centennial Reserve - Ward 1	Marconi School Reserve	Pipeline Reserve	Sub Total
REVENUE									
Investment income	107	138	25	347	15		1		\$ 633
Other income									
Total revenue	107	138	25	347	15		1		633
EXPENSES									
Investment charges									
Other expenses									
Total expenses									
NET REVENUES	107	138	25	347	15		1		633
TRANSFERS									
Debt repayment									
Transfers from operating fund									
Transfers to operating fund	(25,000)							5,367	(25,000)
Transfers from utility fund									
Transfers to utility fund									
Acquisition of tangible capital assets									
CHANGE IN RESERVE FUND BALANCES	(24,893)	138	25	347	15		1	5,367	(19,000)
FUND SURPLUS, BEGINNING OF YEAR	25,883	22,761	3,952	57,402	2,625		201	5,546	118,370
FUND SURPLUS, END OF YEAR	\$ 990	22,899	3,977	57,749	2,640		202	10,913	\$ 99,370

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2021

	2021							
	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	Sub Total
REVENUE								
Investment income	\$ 237	2,290		80	1,660	379	990	\$ 5,636
Other income								
Total revenue	237	2,290		80	1,660	379	990	5,636
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	237	2,290		80	1,660	379	990	5,636
TRANSFERS								
Debt repayment								
Transfers from operating fund		107,438			101,000		170,000	378,438
Transfers to operating fund					(78,931)		(45,564)	(124,495)
Transfers from utility fund								
Transfers to utility fund								
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	237	109,728		80	23,729	379	125,426	259,579
FUND SURPLUS, BEGINNING OF YEAR	39,069	340,235	21	13,078	248,731	62,308	112,098	815,540
FUND SURPLUS, END OF YEAR	\$ 39,306	449,963	21	13,158	272,460	62,687	237,524	\$ 1,075,119

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2021

	2021						2020
	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	\$ 1,621	239	172	37	500	18	\$ 10,380
Other income							
Total revenue	<u>1,621</u>	<u>239</u>	<u>172</u>	<u>37</u>	<u>500</u>	<u>18</u>	<u>10,380</u>
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	<u>1,621</u>	<u>239</u>	<u>172</u>	<u>37</u>	<u>500</u>	<u>18</u>	<u>10,380</u>
TRANSFERS							
Debt repayment							
Transfers from operating fund	101,000	40,000		(2,175)			408,818
Transfers to operating fund							(67,677)
Transfers from utility fund							5,367
Transfers to utility fund							
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	<u>102,621</u>	<u>40,239</u>	<u>172</u>	<u>(2,138)</u>	<u>500</u>	<u>18</u>	<u>382,293</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>225,444</u>	<u>22,773</u>	<u>28,471</u>	<u>6,887</u>	<u>82,637</u>	<u>3,204</u>	<u>996,259</u>
FUND SURPLUS, END OF YEAR	<u>\$ 328,065</u>	<u>63,012</u>	<u>28,643</u>	<u>4,749</u>	<u>83,137</u>	<u>3,222</u>	<u>\$ 1,353,326</u>

ROSSBURN MUNICIPALITY
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS -
For the year ended December 31, 2021

	2021 Budget	2021 Actual	2020 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 9 - SCHEDULE OF UTILITY OPERATIONS - Rossburn
For the year ended December 31, 2021

	Budget	2021	2020
REVENUE			
Water			
Water fees	\$ 243,399	\$ 210,098	\$ 170,925
Sewer			
Sewer fees	9,000	9,040	7,781
Other			
Hydrant rentals	4,800	4,800	4,800
Connection charges	300	410	375
Penalties	1,750	3,268	2,293
Investment income	300	274	7,469
Pipeline rate rider fees		41,636	41,035
Other income		1,299	(651)
Sub-Total - Other	7,150	51,687	55,321
Total revenue	\$ 259,549	\$ 270,825	\$ 234,027

ROSSBURN MUNICIPALITY**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rossburn**

For the year ended December 31, 2021

	Budget	2021	2020
EXPENSES			
General			
Administration	\$ 5,500	\$ 19,594	\$ 28,915
Billing and collection	700		81
Sub-Total - General	<u>6,200</u>	<u>19,594</u>	<u>28,996</u>
Water General			
Purification and treatment	49,966	42,628	47,300
Transmission and distribution		8,123	
Water purchases	125,226	133,605	128,680
Connection costs	250	1,994	
Sub-Total - Water General	<u>175,442</u>	<u>186,350</u>	<u>175,980</u>
Water Amortization and Interest			
Amortization		28,816	34,013
Interest on long term debt	57,147	24,971	31,163
Sub-Total - Water Amortization & Interest	<u>57,147</u>	<u>53,787</u>	<u>65,176</u>
Sewer General			
Collection system costs	33,323	17,948	30,766
Treatment and disposal cost	2,000	1,893	3,123
Lift station costs	9,900	10,815	2,954
Sub-Total - Sewer General	<u>45,223</u>	<u>30,656</u>	<u>36,843</u>
Sewer Amortization and Interest			
Amortization		8,961	7,834
Total expenses	<u>284,012</u>	<u>299,348</u>	<u>314,829</u>
DEFICIT	<u>\$ (24,463)</u>	<u>(28,523)</u>	<u>(80,802)</u>
TRANSFERS			
Transfers from operating fund		15,658	15,658
Transfers to reserve funds		(5,367)	(5,546)
CHANGE IN UTILITY FUND BALANCE		<u>(18,232)</u>	<u>(70,690)</u>
DEFICIT, BEGINNING OF YEAR		<u>(197,018)</u>	<u>(126,328)</u>
DEFICIT, END OF YEAR		<u>\$ (215,250)</u>	<u>\$ (197,018)</u>

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Sunset Point
For the year ended December 31, 2021

	Budget	2021	2020
REVENUE			
Water			
Water fees	\$ 26,492	\$ 25,511	\$ 26,492
Sub-Total - Water	<u>26,492</u>	<u>25,511</u>	<u>26,492</u>
Government transfers			
Government transfers - operating			3,080
Sub-Total - Government transfers			<u>3,080</u>
Other			
Other income			1,247
Sub-Total - Other			<u>1,247</u>
Total revenue	<u>26,492</u>	<u>25,511</u>	<u>30,819</u>
EXPENSES			
General			
Administration	<u>2,300</u>	<u>1,419</u>	<u>8,466</u>
Water General			
Purification and treatment	<u>24,192</u>	<u>26,913</u>	<u>20,779</u>
Water Amortization & Interest			
Amortization		<u>15,231</u>	<u>15,231</u>
Sub-Total - Water Amortization & Interest		<u>15,231</u>	<u>15,231</u>
Total expenses	<u>26,492</u>	<u>43,563</u>	<u>44,476</u>
DEFICIT	<u>\$</u>	<u>(18,052)</u>	<u>(13,657)</u>
TRANSFERS			
Transfers from operating fund		<u>13,125</u>	<u>3,080</u>
CHANGE IN UTILITY FUND BALANCE		<u>(4,927)</u>	<u>(10,577)</u>
DEFICIT, BEGINNING OF YEAR		<u>260,901</u>	<u>271,478</u>
DEFICIT, END OF YEAR	<u>\$</u>	<u>255,974</u>	<u>\$ 260,901</u>

ROSSBURN MUNICIPALITY
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2021

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,664,697						\$ 1,664,697
Grants in lieu of taxation	12,180						12,180
User fees	200,330					16,375	216,705
Grants - Province of Manitoba	370,834					24,100	394,934
Grants - other	138,650					11,600	150,250
Permits, licences and fines	12,010						12,010
Investment income	6,700					839	7,539
Other revenue	108,000	286,041				16,956	124,956
Water and sewer					(147,000)		
Transfers from accumulated surplus	147,000						
Transfers from reserves	471,495	103,783			(575,278)		
Total revenue	<u>3,131,896</u>	<u>389,824</u>			<u>(722,278)</u>	<u>69,870</u>	<u>2,869,312</u>
EXPENSES							
General government services	503,841		3,924				507,823
Protective services	86,544		15,519		58		102,063
Transportation services	1,192,692		121,723	1,268			1,315,683
Environmental health services	74,510		10,635				85,145
Public health and welfare services	22,450		7,104			61,771	91,325
Regional planning and development	56,500		5,700				56,500
Resource cons and industrial dev	17,837		32,515			5,805	29,342
Recreation and cultural services	319,992	310,504	53,007	24,971		14,769	367,276
Water and sewer services							388,482
Fiscal services:							
Transfer to capital	482,112	30,000	(512,112)				
Debt charges	9,860			(9,860)			
Short term interest	18,450			(18,450)			
Transfer to reserves	347,050				(347,050)		
Allowance for tax assets	58				(58)		
Total expenses	<u>3,131,896</u>	<u>340,504</u>	<u>(261,985)</u>	<u>(2,071)</u>	<u>(347,050)</u>	<u>82,345</u>	<u>2,943,639</u>
Surplus (Deficit)							
	\$	49,320	261,985	2,071	(375,228)	(12,475)	\$ (74,327)

ROSSBURN MUNICIPALITY
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2021

	2021	2020
Balance, beginning of year	\$ 353,701	\$ 293,662
Add:		
Tax levy (Schedule 12)	2,486,682	2,425,062
Taxes added	9,905	9,994
Penalties or interest	42,819	38,471
Other accounts added	15,825	8,738
Tax adjustments (Tax Sale)	51,189	2,812
Sub-total	2,606,420	2,485,077
Deduct:		
Cash collections - current	2,152,895	2,037,031
Cash collections - arrears	278,513	240,304
Writeoffs	8,468	3,974
Title value of tax titles acquired	76,315	3,546
E.P.T.C. - cash advance	107,306	140,183
Other credits	15,500	
Sub-total	2,638,997	2,425,038
Balance, end of year	\$ 321,124	\$ 353,701

ROSSBURN MUNICIPALITY
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2021

	2021		2020	
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
L.I.D.	13,867,320	0.681	\$ 9,446	\$ 9,433
Other (Veterans Drive)	13,867,320	1.082	15,000	14,980
Sub-Total - Debt charges			<u>24,446</u>	<u>24,413</u>
Reserves:				
General	70,547,350	1.326	93,546	93,486
Sub-Total - Reserves			<u>93,546</u>	<u>93,486</u>
General Municipal - At Large	70,547,350	8.413	<u>593,544</u>	<u>558,651</u>
Special levies:				
Rec/Culture			167,700	163,364
Misc Rural			542,779	530,266
Protective			54,956	53,900
Garb Urb			64,562	62,417
Misc Urban			234,700	229,975
Sub-Total - Special levies			<u>1,064,697</u>	<u>1,039,922</u>
Total municipal taxes (Schedule 2)			<u>1,776,233</u>	<u>1,716,472</u>
Education support levy	2,489,420	8.809	<u>21,929</u>	<u>21,951</u>
Special levy:				
Park West	69,849,470	9.857	688,520	686,639
Sub-Total - Special levies			<u>688,520</u>	<u>686,639</u>
Total education taxes			<u>710,449</u>	<u>708,590</u>
Total tax levy (Schedule 11)			<u>\$ 2,486,682</u>	<u>\$ 2,425,062</u>

ROSSBURN MUNICIPALITY
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2021

	2021	2020
General government services:		
Legislative	\$ 106,344	\$ 103,819
General administrative	455,016	396,966
Loss on disposal of land		29,200
Other	80,029	17,109
	641,389	547,094
Protective services:		
Fire	59,661	59,300
Emergency measures	8,910	12,909
Other	15,938	12,765
	84,509	84,974
Transportation services:		
Road transport		
Administration and engineering	365,428	348,719
Road and street maintenance	840,333	711,972
Bridge maintenance	77,316	
Sidewalk and boulevard maintenance		1,897
Street lighting	17,945	17,375
Other	10,832	6,316
Loss on disposal of tangible capital assets	83,026	
	1,394,880	1,086,279
Environmental health services:		
Waste collection and disposal	48,471	34,369
Recycling	25,046	18,616
	73,517	52,985
Public health and welfare services:		
Public health	10,500	10,500
Medical care	11,304	11,304
Social assistance	3,550	64,806
	25,354	86,610
Regional planning and development:		
Planning and zoning	49,626	35,922
Beautification and land rehabilitation	1,810	4,125
Urban area weed control	800	
Other	926	1,917
	53,162	41,964
Sub-total	\$ 2,272,811	\$ 1,899,906

ROSSBURN MUNICIPALITY

SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued

For the year ended December 31, 2021

	2021	2020
Sub-total (carry forward)	\$ 2,272,811	\$ 1,899,906
Resource conservation and industrial development:		
Rural area weed control	6,400	8,098
Veterinary services	4,376	4,196
Water resources and conservation	10,364	10,546
Tourism	5,104	1,073
Other	32,824	30,620
	59,068	54,533
Recreation and cultural services:		
Administration	58,664	143,372
Community centres and halls	41,340	50,089
Skating and curling rinks	37,787	66,446
Parks and playgrounds	101,096	85,821
Museums	1,617	1,868
Libraries	13,862	14,353
Other cultural facilities	45,888	44,579
	300,254	406,528
Total expenses	\$ 2,632,133	\$ 2,360,967

ROSSBURN MUNICIPALITY
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2021

	2021		2020	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 19,348	(3,248) \$	16,100 \$	390,191
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	519,438	5,367	524,805	414,364
Eliminate revenue - transfers from reserves	(151,670)		(151,670)	(67,677)
Increase revenue - reserve funds interest	9,158		9,158	10,380
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	106,529		106,529	37,371
Eliminate revenue - transfer from nominal surplus	(147,000)		(147,000)	
Increase expense - amortization of tangible capital assets	(197,119)	(53,008)	(250,127)	(279,925)
Decrease expense - principal portion of debenture debt	8,592	33,097	41,689	40,188
Eliminate - transfers to (from) other funds	28,783	(28,783)		
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	(83,026)		(83,026)	(29,200)
Eliminate revenue - proceeds on new debenture debt				(498,725)
Eliminate revenue - proceeds on sale of tangible capital assets	(191,000)		(191,000)	
Eliminate expense - acquisitions of tangible capital assets	321,786		321,786	173,548
NET SURPLUS (DEFICIT) PER STATEMENT OF OPERATIONS	\$ 243,819	(46,575) \$	197,244 \$	190,515