

ROSSBURN MUNICIPALITY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Rossburn 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.

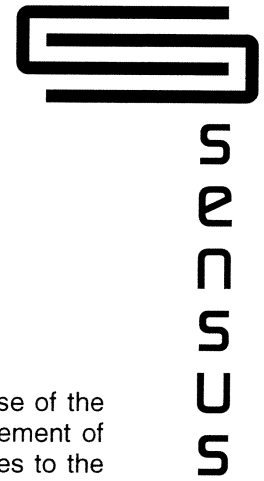
In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately 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.



Shirley Kalyiuk
Mayor



INDEPENDENT AUDITOR'S REPORT

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

Qualified Opinion

We have audited the consolidated financial statements of Rosburn Municipality, which comprise of the statement of financial position as at December 31, 2022 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 Rosburn Municipality as at December 31, 2022, 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

Rosburn 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 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 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 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.
- 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
August 15, 2023



Chartered Professional Accountants Ltd.

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022

	2022	2021
FINANCIAL ASSETS		
Cash (Note 3)	\$ 563,280	\$ 1,040,595
Amounts receivable (Note 4)	1,204,418	578,195
Portfolio investments (Note 2)	40,502	40,000
	<u>1,808,200</u>	<u>1,658,790</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	123,931	142,795
Deferred revenue (Note 2)	154,269	75,953
Long-term debt (Note 7)	463,309	490,898
	<u>741,509</u>	<u>709,646</u>
NET FINANCIAL ASSETS	<u>1,066,691</u>	<u>949,144</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	4,155,545	4,336,394
Inventories (Note 5)	75,654	61,812
Prepaid expenses	32,056	39,669
Real estate properties held for sale (Note 2)	50,055	48,101
	<u>4,313,310</u>	<u>4,485,976</u>
ACCUMULATED SURPLUS (Note 12)	<u>\$ 5,380,001</u>	<u>\$ 5,435,120</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2022

	2022 Budget (Note 11)	2022 Actual	2021 Actual
REVENUE			
Property taxes	\$ 1,799,174	\$ 1,876,926	\$ 1,837,328
Grants in lieu of taxation	44,725	33,588	12,180
User fees	190,369	259,732	233,008
Permits, licences and fines	15,010	4,724	30,438
Investment income	10,311	70,245	22,240
Other revenue	151,804	159,966	203,901
Water and sewer	525,483	433,123	296,336
Grants - Province of Manitoba	395,975	1,636,332	469,793
Grants - Other	296,143	68,126	108,538
Total revenue (Schedules 2, 4 and 5)	3,428,994	4,542,762	3,213,762
EXPENSES			
General government services	580,732	674,785	641,389
Protective services	106,153	121,385	84,509
Transportation services	1,463,723	2,701,005	1,394,882
Environmental health services	116,585	117,481	73,517
Public health and welfare services	91,267	80,288	82,400
Regional planning and development	57,750	70,361	53,162
Resource conservation and industrial development	71,239	86,859	54,873
Recreation and cultural services	346,806	369,381	288,873
Water and sewer services	387,059	376,336	342,911
Total expenses (Schedules 3, 4 and 5)	3,221,314	4,597,881	3,016,516
ANNUAL SURPLUS (DEFICIT)	\$ 207,680	(55,119)	197,246
ACCUMULATED SURPLUS, BEGINNING OF YEAR		5,435,120	5,237,874
ACCUMULATED SURPLUS, END OF YEAR		\$ 5,380,001	\$ 5,435,120

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2022

	2022 Budget (Note 11)	2022 Actual	2021 Actual
ANNUAL SURPLUS (DEFICIT)	\$ 207,680	\$ (55,119)	\$ 197,246
Acquisition of tangible capital assets	(1,399,688)	(90,357)	(321,786)
Amortization of tangible capital assets	267,221	267,221	274,960
Write down of tangible capital assets		3,985	
Loss on sale of tangible capital assets			78,796
Proceeds on sale of tangible capital assets			203,250
Decrease (increase) in inventories		(13,842)	7,118
Decrease in prepaid expenses		7,613	403
Decrease in real estate properties held for sale		(1,954)	(6,996)
	<u>(1,132,467)</u>	<u>172,666</u>	<u>235,745</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (924,787)</u>	<u>117,547</u>	<u>432,991</u>
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>949,144</u>	<u>516,153</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 1,066,691</u>	<u>\$ 949,144</u>

ROSSBURN MUNICIPALITY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2022

	2022	2021
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (55,119)	\$ 197,246
Changes in non-cash items:		
Amounts receivable	(626,224)	(63,258)
Inventories	(13,842)	7,118
Prepays	7,613	404
Accounts payable and accrued liabilities	(18,864)	15,718
Deferred revenue	78,317	(10,219)
Loss on sale of real estate held for sale	11,499	2,589
Write down of tangible capital assets	3,985	
Loss on sale of tangible capital assets		78,796
Amortization	267,221	274,960
Cash provided by operating transactions	(345,414)	503,354
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets		203,250
Cash used to acquire tangible capital assets	(90,357)	(321,786)
Cash applied to capital transactions	(90,357)	(118,536)
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties		2,857
Loans and advances repaid		25,000
Purchase of portfolio investments	(502)	(40,000)
Acquisition of real estate properties	(13,454)	(12,442)
Cash applied to investing transactions	(13,956)	(24,585)
FINANCING TRANSACTIONS		
Debt repayment	(27,588)	(41,689)
Cash applied to financing transactions	(27,588)	(41,689)
INCREASE (DECREASE) IN CASH	(477,315)	318,544
CASH, BEGINNING OF YEAR	1,040,595	722,051
CASH, END OF YEAR	\$ 563,280	\$ 1,040,595

ROSSBURN MUNICIPALITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2022

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, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments

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.

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, 2022

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, 2022

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, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Future changes in accounting standards

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these financial statements. These standards will come into effect as follows:

- PS 3450 Financial Instruments (effective January 1, 2023) defines and provides guidance for accounting and reporting all types of financial instruments including derivatives.
- PS 2601 Foreign Currency Translation (effective January 1, 2023) replaces PS 2600 with revised accounting and reporting principles for transactions that are denominated in a foreign currency.
- PS 1201 Financial Statement Presentation replaces PS 1200 with general reporting principles for disclosure of information and is effective in the period PS 2601 and PS 3450 are adopted.
- PS 3041 Portfolio Investments replaces PS 3040 with revised accounting and reporting principles for portfolio investments and is effective in the period PS 2601 and PS 3450 are adopted.
- PS 3280 Asset Retirement Obligations (effective January 1, 2023) defines and provides guidance for accounting and reporting retirement obligations associated with tangible capital assets and includes the withdrawal of PS 3270 Solid Waste Landfill Closure and Post-Closure Liability.
- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement, and disclosure of public private partnership arrangements. Earlier adoption is permitted.

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Municipality is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

3. CASH

Cash is comprised of the following:

	2022	2021
Cash	\$ 563,280	\$ 1,040,595

The Municipality has designated \$1,802,775 (2021 - \$1,735,619) 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 (2021 - \$550,000) through Fusion Credit Union Ltd. with interest at a rate of 5.95% (2021 - 1.95%). The line of credit is secured by the taxes receivable.

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2022	2021
Taxes on roll (Schedule 11)	\$ 313,401	\$ 321,124
Utility customers (Schedule 8)	97,144	96,949
Organizations and individuals	73,553	66,261
Other governments	720,383	93,924
	1,204,481	578,258
Less allowance for doubtful amounts	(63)	(63)
	\$ 1,204,418	\$ 578,195

5. INVENTORIES

History books	\$ 19,288	\$ 19,895
Culverts	37,794	31,011
Maintenance materials	18,572	10,906
	\$ 75,654	\$ 61,812

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2022	2021
Accounts payable	\$ 64,566	\$ 90,559
Accrued expenses	59,365	52,236
	<u>\$ 123,931</u>	<u>\$ 142,795</u>

7. LONG TERM DEBT

	2022	2021
General Authority		
Debenture, payable at \$9,860 annually including interest at 3.500%, maturing December 2024.	\$ 18,731	\$ 27,624
Utility Funds		
Debenture, payable at \$35,489 annually including interest at 3.625%, maturing December 31, 2039.	444,578	463,274
	<u>\$ 463,309</u>	<u>\$ 490,898</u>

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

2023	\$ 28,577
2024	29,602
2025	20,803
2026	21,557
2027	22,336
	<u>\$ 122,875</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, 2022

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 \$35,607 (2021 - \$35,415) 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, 2021 indicated the plan was 101.4% funded on a going concern basis and has an unfunded solvency liability of \$249.0 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, 2021.

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, 2022

12. ACCUMULATED SURPLUS

	2022	2021
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus (Deficit)	\$ (67,272)	\$ 31,088
Utility Operating Fund(s) - Nominal Deficit	(245,426)	(374,333)
TCA net of related borrowings	3,633,269	3,770,591
Reserve Funds	1,802,775	1,735,619
	<hr/>	
Accumulated Surplus of Municipality Unconsolidated	5,123,346	5,162,965
Accumulated Surpluses of Consolidated Entities	256,655	272,155
	<hr/>	
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 5,380,001	\$ 5,435,120
	<hr/> <hr/>	

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, 2022:

- a) Compensation paid to members of council amounted to \$87,211 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>
Kerry Lawless	\$ 13,220	\$ 1,985	\$ 15,205
Adam Grabowski	12,538	2,497	15,035
Kalvin Kreshewski	11,215	2,302	13,517
Emile Sabourin	11,115	1,528	12,643
Russ Andrew	11,340	1,200	12,540
Darren Naherniak	10,538	1,938	12,476
Edward Budz	10,395	1,515	11,910
John Kostecki	1,505	644	2,149
Richard Strank	1,465	603	2,068
Shirley Kalyniuk	1,430	554	1,984
Alicia Grassinger	1,505	335	1,840
Ray Armbruster	945	100	1,045
	<hr/>		
	\$ 87,211	\$ 15,201	\$ 102,412
	<hr/> <hr/>		

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Holly Krysko	CAO	\$ 88,044

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

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>71,188</u>	\$ <u>(1,379)</u>	\$ <u>69,809</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	\$ 268,056	\$	\$ 24,369	\$ 243,687

ROSSBURN MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

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.

ROSSBURN MUNICIPALITY
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2022

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	Assets Under Construction	2022	2021	
Opening 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	
Additions during the year	7,419		37,000		43,619			2,319	90,357	321,786	
Disposals and write downs					(3,985)				(3,985)	(494,946)	
Transfers											
Closing costs	<u>1,212,022</u>	<u>2,055,768</u>	<u>1,935,744</u>	<u>26,686</u>	<u>64,652</u>	<u>8,718,594</u>	<u>2,033,724</u>	<u>2,319</u>	<u>16,049,509</u>	<u>15,963,137</u>	
Accumulated Amortization											
Opening accum'd amortization	244,594	839,164	1,128,431	18,422		8,240,739	1,155,393		11,626,743	11,564,683	
Amortization	10,323	58,842	109,961	2,410		37,310	48,375		267,221	274,960	
Disposals and write downs										(212,900)	
Closing accum'd amortization	<u>254,917</u>	<u>898,006</u>	<u>1,238,392</u>	<u>20,832</u>		<u>8,278,049</u>	<u>1,203,768</u>		<u>11,893,964</u>	<u>11,626,743</u>	
Net Book Value of Tangible Capital Assets	\$ <u>957,105</u>	\$ <u>1,157,762</u>	\$ <u>697,352</u>	\$ <u>5,854</u>	\$ <u>64,652</u>	\$ <u>440,545</u>	\$ <u>829,956</u>	\$ <u>2,319</u>	\$ <u>4,155,545</u>	\$ <u>4,336,394</u>	

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, 2022

	2022 Actual	2021 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,833,846	\$ 1,776,234
Taxes added	43,080	9,905
Other accounts added		51,189
	<u>1,876,926</u>	<u>1,837,328</u>
Grants in lieu of taxation:	<u>33,588</u>	12,180
User fees:		
Sales of service	245,964	222,800
Rentals	13,768	10,208
	<u>259,732</u>	<u>233,008</u>
Permits, licences and fines:		
Permits	4,669	30,413
Licences	55	25
	<u>4,724</u>	<u>30,438</u>
Investment income:	<u>70,245</u>	22,240
Other revenue:		
Gain on sale of tangible capital assets		4,230
Loss on sale of real estate held for sale	(11,499)	(2,589)
Donations	11,174	1,016
Penalties and interest	34,247	42,819
Miscellaneous	126,044	88,754
Acquisition of controlled entity		69,671
	<u>159,966</u>	<u>203,901</u>
Water and sewer		
Municipal utility	<u>433,123</u>	296,336
Grants - Province of Manitoba:		
Municipal operating grants	114,574	114,350
Disaster Financial Assistance	1,289,315	77,316
Conditional grants	232,443	278,127
	<u>1,636,332</u>	<u>469,793</u>
Sub-total	<u>\$ 4,474,636</u>	<u>\$ 3,105,224</u>

ROSSBURN MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
For the year ended December 31, 2022

	2022 Actual	2021 Actual
Sub-total (Carry forward)	\$ 4,474,636	\$ 3,105,224
Grants - other:		
Federal government - gas tax funding	54,913	107,438
Other government agencies	13,213	
Other municipal governments		1,100
	68,126	108,538
Total revenue	\$ 4,542,762	\$ 3,213,762

ROSSBURN MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2022

	2022 Actual	2021 Actual
General government services:		
Legislative	\$ 102,713	\$ 106,344
General administrative	559,279	455,016
Other	12,793	80,029
	<u>674,785</u>	<u>641,389</u>
Protective services:		
Fire	81,047	59,661
Emergency measures	12,289	8,910
Other protection	28,049	15,938
	<u>121,385</u>	<u>84,509</u>
Transportation services:		
Road transport		
Administration and engineering	357,529	365,428
Road and street maintenance	1,224,644	840,334
Sidewalk and boulevard maintenance	386	
Street lighting	17,944	17,945
Other	1,821	10,833
Loss on disposal of tangible capital assets		83,026
Disaster Financial Assistance	1,098,681	77,316
	<u>2,701,005</u>	<u>1,394,882</u>
Environmental health services:		
Waste collection and disposal	93,840	48,471
Recycling	23,641	25,046
	<u>117,481</u>	<u>73,517</u>
Public health and welfare services:		
Medical care	76,730	78,850
Social assistance	3,558	3,550
	<u>80,288</u>	<u>82,400</u>
Regional planning and development:		
Planning and zoning	62,660	49,626
Beautification and land rehabilitation	4,792	1,810
Urban area weed control	1,150	800
Other	1,759	926
	<u>70,361</u>	<u>53,162</u>
Sub-total	<u>\$ 3,765,305</u>	<u>\$ 2,329,859</u>

ROSSBURN MUNICIPALITY
SCHEDULE 3 - UNCONSOLIDATED SCHEDULE OF EXPENSES - Continued
For the year ended December 31, 2022

	2022	2021
	Actual	Actual
Sub-total (Carry forward)	\$ 3,765,305	\$ 2,329,859
Resource conservation and industrial development:		
Rural area weed control	11,270	6,400
Veterinary services	4,196	4,376
Water resources and conservation	10,327	10,364
Tourism	1,136	104
Other	59,930	33,629
	86,859	54,873
Recreation and cultural services:		
Administration	32,596	32,514
Community centres and halls	60,784	41,340
Skating and curling rinks	40,870	37,787
Parks and playgrounds	109,826	101,096
Other recreational facilities	26,270	14,769
Museums	18,369	1,617
Libraries	17,151	13,862
Other cultural facilities	63,515	45,888
	369,381	288,873
Water and sewer (Schedule 9)		
Municipal utility	376,336	342,911
Total expenses	\$ 4,597,881	\$ 3,016,516

ROSSBURN MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2022

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE										
Property taxes	\$ 1,876,926	\$ 1,837,328								
Grants in lieu of taxation	33,588	12,180								
User fees	20,966	15,577								
Grants - other	68,126	107,438			25,623	17,358	51,968	42,380	19,129	16,564
Permits, licences and fines	4,724	30,438							640	36
Investment income	67,564	21,385							606	4,231
Other revenue	141,506	182,714								
Water and sewer										
Prov of MB - unconditional grants	1,403,889	191,667								
Prov of MB - conditional grants	208,403	244,374							24,040	28,652
Total revenue	3,825,692	2,643,101			25,623	17,358	51,968	42,380	44,415	49,483
EXPENSES										
Personnel services	333,656	312,033	19,912		346,436	354,569	7,916	8,393	27,241	24,418
Contract services	122,018	140,106	47,844	50,786	859,530	586,891	81,764	30,580	13,110	13,321
Utilities	12,793	13,052	11,406	10,218	16,360	13,584	3,741	3,613	1,740	1,914
Maintenance, materials and supplies	96,342	66,242	24,839	7,986	257,838	156,505	13,425	20,296	11,255	7,114
Grants and contributions	30,306	21,885							5,700	4,200
Amortization	8,296	3,924	17,384	15,519	121,193	121,723	10,635	10,635	21,059	29,952
Interest on long term debt					967	1,268				
Other	71,374	84,147			1,098,681	160,342			183	1,481
Total expenses	674,785	641,389	121,385	84,509	2,701,005	1,394,882	117,481	73,517	80,288	82,400
Surplus (Deficit)	\$ 3,150,907	\$ 2,001,712	(121,385)	(84,509)	(2,675,382)	(1,377,524)	(65,513)	(31,137)	(35,873)	(32,917)

* 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, 2022

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2022	2021	2022	2021	2022	2021	2022	2021	
REVENUE									
Property taxes									\$ 1,876,926
Grants in lieu of taxation									\$ 1,837,328
User fees									33,588
Grants - other				2,100	142,046	139,029			259,732
Permits, licences and fines						1,100			68,126
Investment income			2,032	818	9	1			4,724
Other revenue			7,286	15,941	10,568	1,015			70,245
Water and sewer							433,123	296,336	159,966
Prov of MB - unconditional grants									433,123
Prov of MB - conditional grants						5,100			1,403,889
									232,443
Total revenue			9,318	18,859	152,623	146,245	433,123	296,336	4,542,762
EXPENSES									
Personnel services			5,131				49,168	58,698	789,460
Contract services	30,481	47,308	31,034	13,716	140,377	132,254	43,304	36,420	1,369,462
Utilities			14,294	17,015	78,449	72,429	18,837	17,156	157,620
Maintenance, materials and supplies	38,121	4,928	278	6,136	97,251	40,923	188,348	152,659	727,697
Grants and contributions		926	14,523	10,364	8,514	8,539			59,043
Amortization			5,700	5,700	34,580	34,500	48,374	53,007	267,221
Interest on long term debt							25,744	24,971	26,239
Other	1,759		15,899	1,942	10,210	228	2,561		1,200,667
Total expenses	70,361	53,162	86,859	54,873	369,381	288,873	376,336	342,911	4,597,881
Surplus (Deficit)	(70,361)	(53,162)	(77,541)	(36,014)	(216,758)	(142,628)	56,787	(46,575)	\$ (55,119)
									\$ 197,246

ROSSBURN MUNICIPALITY
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2022

	Core Government		Controlled Entities		Government Partnerships		Total
	2022	2021	2022	2021	2022	2021	
REVENUE							
Property taxes	\$ 1,876,926	\$ 1,837,328					\$ 1,876,926
Grants in lieu of taxation	33,588	12,180					33,588
User fees	237,878	211,569	21,854	21,439			259,732
Grants - other	68,126	107,438		1,100			68,126
Permits, licences and fines	4,724	30,438			4,724		4,724
Investment income	67,564	21,385	2,681	855	70,245		70,245
Other revenue	141,506	182,714	18,460	21,187	159,966		203,901
Water and sewer	433,123	296,336			433,123		296,336
Prov of MB - unconditional grants	1,403,889	191,667			1,403,889		191,667
Prov of MB - conditional grants	208,403	244,374	24,040	33,752	232,443		278,126
Total revenue	<u>4,475,727</u>	<u>3,135,429</u>	<u>67,035</u>	<u>78,333</u>	<u>4,542,762</u>		<u>3,213,762</u>
EXPENSES							
Personnel services	757,088	733,693	32,372	24,418	789,460		758,111
Contract services	1,343,177	1,034,613	26,285	16,769	1,369,462		1,051,382
Utilities	155,880	146,968	1,740	2,013	157,620		148,981
Maintenance, materials and supplies	706,311	446,353	21,386	16,436	727,697		462,789
Grants and contributions	59,043	45,914			59,043		45,914
Amortization	251,282	250,127	15,939	24,833	267,221		274,960
Interest on long term debt	26,711	26,239			26,711		26,239
Other	1,174,404	244,489	26,263	3,651	1,200,667		248,140
Total expenses	<u>4,473,896</u>	<u>2,928,396</u>	<u>123,985</u>	<u>88,120</u>	<u>4,597,881</u>		<u>3,016,516</u>
Surplus (Deficit)	<u>\$ 1,831</u>	<u>\$ 207,033</u>	<u>(56,950)</u>	<u>(9,787)</u>	<u>\$ (55,119)</u>		<u>\$ 197,246</u>

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2022

	2022	Sub Total
	Infrastructure Reserve	
REVENUE		
Investment income	1,898	
Other income	\$	1,898
Total revenue	1,898	1,898
EXPENSES		
Investment charges		
Other expenses		
Total expenses		
NET REVENUES	1,898	1,898
TRANSFERS		
Debt repayment		
Transfers from operating fund	47,500	47,500
Transfers to operating fund		
Transfers from utility fund		
Transfers to utility fund		
Acquisition of tangible capital assets		
CHANGE IN RESERVE FUND BALANCES	49,398	49,398
FUND SURPLUS, BEGINNING OF YEAR	50,302	50,302
FUND SURPLUS, END OF YEAR	\$ 99,700	\$ 99,700

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2022

	2022							
	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	Pipeline Reserve	Sub Total
REVENUE								
Investment income	\$ 21	498	7	1,254	12	4		\$ 1,796
Other income								
Total revenue	21	498	7	1,254	12	4		1,796
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	21	498	7	1,254	12	4		1,796
TRANSFERS								
Debt repayment								
Transfers from operating fund								
Transfers to operating fund			(3,984)		(2,652)		240	(6,636)
Transfers from utility fund								240
Transfers to utility fund								
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	21	498	(3,977)	1,254	(2,640)	4	240	(4,600)
FUND SURPLUS, BEGINNING OF YEAR	990	22,899	3,977	57,749	2,640	202	10,913	99,370
FUND SURPLUS, END OF YEAR	\$ 1,011	23,397		59,003		206	11,153	\$ 94,770

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2022

	2022							
	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	854	10,182		286	6,736	1,240	4,767	\$ 24,065
Other income								
Total revenue	<u>854</u>	<u>10,182</u>		<u>286</u>	<u>6,736</u>	<u>1,240</u>	<u>4,767</u>	<u>24,065</u>
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	854	10,182		286	6,736	1,240	4,767	24,065
TRANSFERS								
Debt repayment								
Transfers from operating fund		54,913			51,519			106,432
Transfers to operating fund		(44,000)				(12,171)	(23,005)	(79,176)
Transfers from utility fund								
Transfers to utility fund								
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	854	21,095		286	58,255	(10,931)	(18,238)	51,321
FUND SURPLUS, BEGINNING OF YEAR	<u>39,306</u>	<u>449,963</u>	<u>21</u>	<u>13,158</u>	<u>272,460</u>	<u>62,687</u>	<u>237,524</u>	<u>1,075,119</u>
FUND SURPLUS, END OF YEAR	<u>\$ 40,160</u>	<u>471,058</u>	<u>21</u>	<u>13,444</u>	<u>330,715</u>	<u>51,756</u>	<u>219,286</u>	<u>\$ 1,126,440</u>

ROSSBURN MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2022

	2022					2021	
	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	\$ 7,123	650	622	63	1,820	15	\$ 9,158
Other income							
Total revenue	<u>7,123</u>	<u>650</u>	<u>622</u>	<u>63</u>	<u>1,820</u>	<u>15</u>	<u>38,052</u>
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	<u>7,123</u>	<u>650</u>	<u>622</u>	<u>63</u>	<u>1,820</u>	<u>15</u>	<u>38,052</u>
TRANSFERS							
Debt repayment							
Transfers from operating fund							
Transfers to operating fund		(32,000)		(4,019)		(3,237)	153,932
Transfers from utility fund							(151,670)
Transfers to utility fund							240
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	<u>7,123</u>	<u>(31,350)</u>	<u>622</u>	<u>(3,956)</u>	<u>1,820</u>	<u>(3,222)</u>	<u>67,156</u>
FUND SURPLUS, BEGINNING 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>1,735,619</u>
FUND SURPLUS, END OF YEAR	<u>\$ 335,188</u>	<u>31,662</u>	<u>29,265</u>	<u>793</u>	<u>84,957</u>	<u>\$ 1,802,775</u>	<u>\$ 1,735,619</u>

ROSSBURN MUNICIPALITY
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS -
For the year ended December 31, 2022

	2022 Budget	2022 Actual	2021 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, 2022

	2022		2021 Total
	Rosburn	Sunset Point Total	
FINANCIAL ASSETS			
Cash	\$ 49,781	\$ 49,781	\$ 26,919
Amounts receivable (Note 4)	97,123	21	96,949
	<u>146,904</u>	<u>21</u>	<u>123,868</u>
LIABILITIES			
Accounts payable and accrued liabilities	38,747	38,747	27,745
Long-term debt (Note 7)	444,578	444,578	463,274
Due to other funds	286,048	86,877	486,626
	<u>769,373</u>	<u>86,877</u>	<u>977,645</u>
NET DEBT	<u>(622,469)</u>	<u>(86,856)</u>	<u>(853,777)</u>
NON-FINANCIAL ASSETS			
Tangible capital assets (Schedule 1)	451,512	380,763	878,331
Inventories	17,223	1,349	10,906
Prepaid expenses	749	749	5,264
	<u>469,484</u>	<u>382,112</u>	<u>894,501</u>
FUND SURPLUS (DEFICIT)	<u>\$ (152,985)</u>	<u>\$ 295,256</u>	<u>\$ 40,724</u>

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rossburn
For the year ended December 31, 2022

	Budget	2022	2021
REVENUE			
Water			
Water fees	\$ 317,172	\$ 310,615	\$ 210,098
Sewer			
Sewer fees	52,000	13,814	9,040
Lagoon tipping fees	10,000		
Sub-Total - Sewer	62,000	13,814	9,040
Government transfers	66,000		
Other			
Hydrant rentals	4,800	4,800	4,800
Connection charges	300	280	410
Penalties	3,000	4,639	3,268
Investment income	250	1,578	274
Pipeline rate rider fees		39,441	41,636
Other income	1,450	24,991	1,299
Sub-Total - Other	9,800	75,729	51,687
Total revenue	\$ 454,972	\$ 400,158	\$ 270,825

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rossburn
For the year ended December 31, 2022

EXPENSES	Budget	2022	2021
General			
Administration	\$ 17,823	\$ 23,043	\$ 19,594
Billing and collection		38	
Sub-Total - General	<u>17,823</u>	<u>23,081</u>	19,594
Water General			
Purification and treatment	26,256	33,685	42,628
Transmission and distribution		8,575	8,123
Water purchases	130,500	166,164	133,605
Connection costs			1,994
Sub-Total - Water General	<u>156,756</u>	<u>208,424</u>	186,350
Water Amortization and Interest			
Amortization	41,262	24,184	28,816
Interest on long term debt	40,739	25,744	24,971
Sub-Total - Water Amortization & Interest	<u>82,001</u>	<u>49,928</u>	53,787
Sewer General			
Collection system costs	20,500	21,004	17,948
Treatment and disposal cost	2,000	14,999	1,893
Lift station costs	17,300	11,256	10,815
Sub-Total - Sewer General	<u>39,800</u>	<u>47,259</u>	30,656
Sewer Amortization and Interest			
Amortization		8,961	8,961
Total expenses	<u>296,380</u>	<u>337,653</u>	299,348
NET OPERATING SURPLUS (DEFICIT)	<u>\$ 158,592</u>	<u>62,505</u>	(28,523)
TRANSFERS			
Transfers from operating fund			15,658
Transfers to reserve funds		(240)	(5,367)
CHANGE IN UTILITY FUND BALANCE		<u>62,265</u>	(18,232)
DEFICIT, BEGINNING OF YEAR		<u>(215,250)</u>	(197,018)
DEFICIT, END OF YEAR	<u>\$ (152,985)</u>	<u>\$ (215,250)</u>	

ROSSBURN MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Sunset Point
For the year ended December 31, 2022

	Budget	2022	2021
REVENUE			
Water			
Water fees	\$ 25,511	\$ 26,492	\$ 25,511
Government transfers	45,000		
Other			
Other income		6,473	
Total revenue	70,511	32,965	25,511
EXPENSES			
General			
Administration		1,375	1,419
Water General			
Purification and treatment	20,228	22,077	26,913
Water Amortization & Interest			
Amortization		15,231	15,231
Sewer General			
Transportation services	5,283		
Total expenses	25,511	38,683	43,563
NET OPERATING SURPLUS (DEFICIT)	\$ 45,000	(5,718)	(18,052)
TRANSFERS			
Transfers from operating fund		45,000	13,125
CHANGE IN UTILITY FUND BALANCE		39,282	(4,927)
SURPLUS, BEGINNING OF YEAR		255,974	260,901
SURPLUS, END OF YEAR	\$	295,256	\$ 255,974

ROSSBURN MUNICIPALITY
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2022

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,799,174						\$ 1,799,174
Grants in lieu of taxation	44,725						44,725
User fees	171,044						190,369
Grants - Province of Manitoba	376,975					19,000	395,975
Grants - other	280,143					16,000	296,143
Permits, licences and fines	15,010						15,010
Investment income	8,250					2,061	10,311
Other revenue						17,854	151,804
Water and sewer	133,950	525,483					525,483
Transfers from accumulated surplus							
Transfers from reserves	145,039	162,408			(307,447)		
Total revenue	2,974,310	687,891			(307,447)	74,240	3,428,994
EXPENSES							
General government services	561,697		8,296	10,600			580,732
Protective services	88,769		17,384		139		106,153
Transportation services	1,341,563		121,193	967			1,463,723
Environmental health services	105,950		10,635				116,585
Public health and welfare services	22,650		7,104			61,513	91,267
Regional planning and development	57,750		5,700				57,750
Resource cons and industrial dev	31,750		32,596			33,789	71,239
Recreation and cultural services	287,939	321,891	48,375	16,793		26,271	346,806
Water and sewer services							387,059
Fiscal services:							
Transfer to capital	305,730	366,000	(671,730)				
Debt charges	9,860			(9,860)			
Short term interest	10,600			(10,600)			
Transfer to reserves	149,913				(149,913)		
Allowance for tax assets	139				(139)		
Total expenses	2,974,310	687,891	(420,447)	7,900	(149,913)	121,573	3,221,314
Surplus (Deficit)			420,447	(7,900)	(157,534)	(47,333)	\$ 207,680

ROSSBURN MUNICIPALITY
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2022

	2022	2021
Balance, beginning of year	\$ 321,124	\$ 353,701
Add:		
Tax levy (Schedule 12)	2,547,491	2,486,683
Taxes added	43,080	9,905
Penalties or interest	34,247	42,819
Other accounts added	26,429	15,825
Tax adjustments (Tax Sale)	20,414	51,189
Sub-total	2,671,661	2,606,421
Deduct:		
Cash collections - current	2,257,116	2,152,896
Cash collections - arrears	288,571	278,513
Writeoffs	32,085	8,468
Title value of tax titles acquired	13,421	76,315
E.P.T.C. - cash advance	88,191	107,306
Other credits		15,500
Sub-total	2,679,384	2,638,998
Balance, end of year	\$ 313,401	\$ 321,124

ROSSBURN MUNICIPALITY
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2022

	2022			2021
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
L.I.D.	13,959,720	0.681	\$ 9,507	\$ 9,446
Other (Veterans Drive)				15,000
Sub-Total - Debt charges			<u>9,507</u>	<u>24,446</u>
Reserves:				
General	71,004,940	1.320	<u>93,662</u>	93,546
Sub-Total - Reserves			<u>93,662</u>	<u>93,546</u>
General Municipal - At Large	71,004,940	9.211	<u>654,020</u>	<u>593,545</u>
Special levies:				
Rec/Culture			175,022	167,700
Misc Rural			546,172	542,779
Protective			55,107	54,956
Garb Urb			64,686	64,562
Misc Urban			234,916	234,700
Sub-Total - Special levies			<u>1,075,903</u>	<u>1,064,697</u>
Business tax			<u>754</u>	
Total municipal taxes (Schedule 2)			<u>1,833,846</u>	<u>1,776,234</u>
Education support levy	2,579,000	8.713	<u>22,471</u>	<u>21,929</u>
Special levy:				
Park West	70,312,720	9.830	<u>691,174</u>	<u>688,520</u>
Sub-Total - Special levies			<u>691,174</u>	<u>688,520</u>
Total education taxes			<u>713,645</u>	<u>710,449</u>
Total tax levy (Schedule 11)			<u>\$ 2,547,491</u>	<u>\$ 2,486,683</u>

ROSSBURN MUNICIPALITY
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2022

	2022	2021
General government services:		
Legislative	\$ 102,713	\$ 106,344
General administrative	559,279	455,016
Other	12,793	80,029
	674,785	641,389
Protective services:		
Fire	81,047	59,661
Emergency measures	12,289	8,910
Other	28,049	15,938
	121,385	84,509
Transportation services:		
Road transport		
Administration and engineering	357,529	365,428
Road and street maintenance	1,224,644	840,334
Sidewalk and boulevard maintenance	386	
Street lighting	17,944	17,945
Other	1,821	10,833
Loss on disposal of tangible capital assets		83,026
Disaster Financial Assistance	1,098,681	77,316
	2,701,005	1,394,882
Environmental health services:		
Waste collection and disposal	93,840	48,471
Recycling	23,641	25,046
	117,481	73,517
Public health and welfare services:		
Public health	9,000	10,500
Medical care	12,804	11,304
Social assistance	3,558	3,550
	25,362	25,354
Regional planning and development:		
Planning and zoning	62,660	49,626
Beautification and land rehabilitation	4,792	1,810
Urban area weed control	1,150	800
Other	1,759	926
	70,361	53,162
Sub-total	\$ 3,710,379	\$ 2,272,813

ROSSBURN MUNICIPALITY

SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued

For the year ended December 31, 2022

	2022	2021
Sub-total (carry forward)	\$ 3,710,379	\$ 2,272,813
Resource conservation and industrial development:		
Rural area weed control	11,270	6,400
Veterinary services	4,196	4,376
Water resources and conservation	10,327	10,364
Tourism	13,861	5,104
Other	38,866	32,824
	78,520	59,068
Recreation and cultural services:		
Administration	39,596	58,664
Community centres and halls	60,784	41,340
Skating and curling rinks	40,870	37,787
Parks and playgrounds	109,826	101,096
Museums	18,369	1,617
Libraries	17,151	13,862
Other cultural facilities	63,515	45,888
	350,111	300,254
Total expenses	\$ 4,139,010	\$ 2,632,135

ROSSBURN MUNICIPALITY
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2022

	2022		2021	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ (98,361)	(8,683) \$	(107,044) \$	16,102
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	153,932	240	154,172	524,805
Eliminate revenue - transfers from reserves	(125,068)		(125,068)	(151,670)
Increase revenue - reserve funds interest	38,052		38,052	9,158
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	(15,500)		(15,500)	106,529
Eliminate revenue - transfer (from) to nominal surplus		137,592	137,592	(147,000)
Increase expense - amortization of tangible capital assets	(202,907)	(48,376)	(251,283)	(250,127)
Decrease expense - principal portion of debenture debt	8,893	18,695	27,588	41,689
Eliminate - transfers to (from) other funds	45,000	(45,000)		
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets				(83,026)
Write down of tangible capital assets	(3,985)		(3,985)	
Eliminate revenue - proceeds on sale of tangible capital assets				(191,000)
Eliminate expense - acquisitions of tangible capital assets	88,038	2,319	90,357	321,786
NET SURPLUS (DEFICIT) PER STATEMENT OF OPERATIONS	\$ (111,906)	56,787 \$	(55,119) \$	197,246