

MUNICIPALITY OF LORNE
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

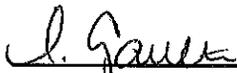
Municipality of Lorne
PO Box 10
Somerset, MB
R0G 2L0

STATEMENT OF RESPONSIBILITY

The accompanying Financial Statements are the responsibility of the management of the Municipality of Lorne and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada.

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

Reid & Miller Chartered Professional Accountants Inc. as the Municipality's appointed external auditors, have audited the Financial Statements. The Auditor's report is addressed to the and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.



Shannon Gaultier
CAO

Independent Auditors' Report

To the Reeve and members of Council of the
Municipality of Lorne

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Municipality of Lorne, which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of operations, cash flows and change in net financial assets for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of Lorne as at December 31, 2023, and the consolidated results of its operations, its consolidated change in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Qualified Opinion

Effective January 1, 2023, the Municipality adopted PS 3280 Asset Retirement Obligations ("ARO") which requires the Municipality to recognize an ARO liability when there is a legal obligation to incur retirement costs in relation to a tangible capital asset. The Municipality has not provided a reasonable estimate for the asset retirement costs associated with buildings containing asbestos to determine the ARO as at December 31, 2023 and we were unable to satisfy ourselves concerning this liability by alternative means. Consequently, we were not able to determine whether any adjustments would be necessary to liabilities, net financial assets, tangible capital assets, accumulated surplus, expenses, annual surplus, or change in net financial assets for the year ended December 31, 2023.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality of Lorne'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 Municipality of Lorne's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Municipality of Lorne to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Reid & Miller

October 8, 2024
Winnipeg, Manitoba

Chartered Professional Accountants Inc.

MUNICIPALITY OF LORNE

CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2023

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MUNICIPALITY OF LORNE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2023

	2023	2022
	Actual	Actual
	\$	\$
FINANCIAL ASSETS		
Cash and temporary investments	5,011,008	5,741,925
Accounts receivable <i>(note 3)</i>	3,703,578	1,413,357
Portfolio investments <i>(note 4)</i>	391,860	391,860
	<u>9,106,446</u>	<u>7,547,142</u>
LIABILITIES		
Accounts payable and accrued liabilities <i>(note 6)</i>	1,201,393	873,864
Deferred revenue <i>(note 7)</i>	3,063,468	2,808,857
Long-term debt <i>(note 8)</i>	1,526,670	1,601,367
	<u>5,791,531</u>	<u>5,284,088</u>
NET FINANCIAL ASSETS	<u>3,314,915</u>	<u>2,263,054</u>
NON-FINANCIAL ASSETS		
Tangible capital assets <i>(schedule 1)</i>	14,521,665	15,063,773
Inventories <i>(note 5)</i>	29,260	7,976
Prepaid expenses	209,918	64,598
	<u>14,760,843</u>	<u>15,136,347</u>
ACCUMULATED SURPLUS <i>(note 17)</i>	<u><u>18,075,758</u></u>	<u><u>17,399,401</u></u>

Approved on Behalf of the Council

_____ Reeve

_____ Councillor

The accompanying notes are an integral part of these financial statements

MUNICIPALITY OF LORNE**CONSOLIDATED STATEMENT OF OPERATIONS****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
REVENUE			
Property taxes	4,477,742	4,452,600	4,257,350
Grants in lieu of taxation	20,288	20,288	18,967
User fees	224,476	392,646	833,431
Grants - Province of Manitoba	433,047	432,989	367,468
Grants - Other	278,787	308,908	401,985
Permits, licences and fees	36,697	66,970	40,940
Investment revenue	23,391	32,991	23,562
Other revenue	375,059	541,904	207,960
Water and sewer	881,840	613,858	686,569
Total revenue (<i>schedules 2, 4 and 5</i>)	<u>6,751,327</u>	<u>6,863,154</u>	<u>6,838,232</u>
EXPENSES			
General government services	933,911	868,509	846,653
Protective services	299,230	291,375	284,745
Transportation services	3,128,613	2,806,388	2,895,375
Environmental health services	328,400	320,471	324,958
Public health and welfare services	8,558	8,591	8,590
Regional planning and development	266,355	159,337	230,210
Resource conservation and industrial development	245,143	355,757	879,579
Recreation and cultural services	446,784	591,409	519,974
Water and sewer	1,037,740	784,960	816,573
Total expenses (<i>schedules 3, 4 and 5</i>)	<u>6,694,734</u>	<u>6,186,797</u>	<u>6,806,657</u>
ANNUAL SURPLUS	56,593	676,357	31,575
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>17,399,401</u>	<u>17,399,401</u>	<u>17,367,826</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>17,455,994</u>	<u>18,075,758</u>	<u>17,399,401</u>

The accompanying notes are an integral part of these financial statements

MUNICIPALITY OF LORNE**CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
ANNUAL SURPLUS	56,593	676,357	31,575
Acquisition of tangible capital assets	-	(174,585)	(2,119,691)
Proceeds on disposal of tangible capital assets	-	-	745,432
Amortization of tangible capital assets	707,869	716,693	905,964
Gain on sale of tangible capital assets	-	-	(55,396)
Increase in inventories	-	(21,284)	(50)
Increase in prepaid expense	-	(145,320)	(9,035)
CHANGE IN SURPLUS (DEFICIT)	764,462	1,051,861	(501,201)
NET FINANCIAL ASSETS BEGINNING OF YEAR	2,263,054	2,263,054	2,764,255
NET FINANCIAL ASSETS END OF YEAR	3,027,516	3,314,915	2,263,054

The accompanying notes are an integral part of these financial statements

MUNICIPALITY OF LORNE**CONSOLIDATED STATEMENT OF CASH FLOWS****For the Year Ended December 31, 2023**

	2023	2022
	Actual	Actual
	\$	\$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus	676,357	31,575
Changes in non-cash items:		
Amortization	716,693	905,964
Gain on disposal of tangible capital assets	-	(55,396)
	<u>1,393,050</u>	<u>882,143</u>
Net changes in non-cash working capital affecting operations <i>(note 21)</i>	<u>(1,874,685)</u>	<u>(196,617)</u>
	<u>(481,635)</u>	<u>685,526</u>
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	-	745,432
Cash used to acquire tangible capital assets	<u>(174,585)</u>	<u>(2,119,691)</u>
	<u>(174,585)</u>	<u>(1,374,259)</u>
INVESTING		
Proceeds on sale of portfolio investments	-	7,365
	<u>-</u>	<u>7,365</u>
FINANCING		
Reduction in long-term debt	<u>(74,697)</u>	<u>(160,308)</u>
DECREASE IN CASH AND TEMPORARY INVESTMENTS	(730,917)	(841,676)
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>5,741,925</u>	<u>6,583,601</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>5,011,008</u></u>	<u><u>5,741,925</u></u>
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash and temporary investments	3,682,173	4,369,878
Temporary investments	5,940	5,940
Externally restricted cash	<u>1,322,895</u>	<u>1,366,107</u>
	<u><u>5,011,008</u></u>	<u><u>5,741,925</u></u>

The accompanying notes are an integral part of these financial statements

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

1. STATUS OF THE MUNICIPALITY OF LORNE

The incorporated Municipality of Lorne is a municipal government that was created on January 1, 2015 pursuant to The Municipal Amalgamations Act. The Municipality of Lorne reflects the amalgamation of the former Rural Municipality of Lorne, the former Village of Notre Dame, and the former Village of Somerset. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns five utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with Canadian 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:

The financial statements have been prepared based on the continuity of interest principle with respect to the former Rural Municipality of Lorne, the former Village of Notre Dame, and the former Village of Somerset, which requires the Municipality of Lorne, to report the current comparative financial statement as if the former municipalities had been combined since inception. Under this method, assets and liabilities of the amalgamated municipalities are recognized at their carrying values at the date of amalgamation. Result of operations of the amalgamated municipalities are combined as if the amalgamated municipality had always existed as a single municipality.

a) REPORTING ENTITY

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality.

The 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:

Lorne Community Development Corporation
Lorne Library Services
Lorne Recreation District
Somerset Community Hall
Somerset Recreation Commission
Somerset CDC

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

	Consolidated	
	<u>2023</u>	<u>2022</u>
South Central Planning District	50.27 %	50.27 %
Argyle Lorne Weed Control District	60.00 %	33.33 %
Notre Dame Recreation District	75.90 %	75.90 %
Salle Centenaire de Notre-dame-de-Lourdes	55.50 %	55.50 %
Lourdeon Community Development Corporation	93.30 %	93.30 %

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

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements.

b) BASIS OF ACCOUNTING

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

c) FINANCIAL INSTRUMENTS

The municipality classifies its financial instruments as either fair value, cost or amortized cost. The municipality's accounting policy for each category is as follows:

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The municipal organization has not designated any of its portfolio investments or borrowings at fair value that would otherwise be classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Consolidated Statement of Remeasurement Gains and Losses until they are realized. When realized they are transferred to the Consolidated Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Consolidated Statement of Operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and public debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

d) CASH AND CASH EQUIVALENTS

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

e) PORTFOLIO INVESTMENTS

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

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

f) REAL ESTATE PROPERTIES HELD FOR SALE

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

g) NON-FINANCIAL ASSETS

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

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

h) TANGIBLE CAPITAL ASSETS

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

Amortization is provided using the straight line method using rates intended to amortize the cost of assets over their estimated useful lives.

General Tangible Capital Assets

Land and land improvements	Indefinite
Buildings and leasehold improvements	10 to 40 years
Vehicles and equipment	
Vehicles	10 to 20 years
Machinery and equipment	10 to 25 years
Computer hardware and software	4 to 10 years

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

Infrastructure Assets

Roads, Streets, and Bridges	
Land	Indefinite
Road surface	25 to 40 years
Road grade	40 Years
Traffic lights and equipment	10 years
Land	Indefinite
Land improvements	30 to 50 years
Underground networks	40 to 60 years
Machinery & equipment	10 to 20 years

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

i) LEASES

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

j) INVENTORIES

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value. Cost is determined on a first in, first out basis.

k) REVENUE RECOGNITION

Fees and other revenues:

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct goods or services to a payor for consideration. The municipality recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of good or services to a payor. The municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on the delivery products.

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

Government transfers:

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

Externally restricted inflows:

Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

D) ASSET RETIREMENT OBLIGATIONS

Asset retirement obligations reflect the legal obligations arising from the retirement of the municipality's tangible capital assets, and are recognized when:

- there is a legal obligation for the municipality to incur costs in relation to a specific tangible capital asset,
- there is a past transaction or event causing the liability that has occurred,
- when economic benefits will need to be given up to remediate the liability, and
- when a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

m) MEASUREMENT UNCERTAINTY

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

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

MUNICIPALITY OF LORNE**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2023****3. ACCOUNTS RECEIVABLE**

Amounts receivable are valued at their net realizable value.

	<u>2023</u>	<u>2022</u>
	\$	\$
Tax assets (<i>schedule 10</i>)	579,674	411,611
Government grants and receivables	2,811,135	731,361
Utility customers	105,651	141,191
Accrued interest	7,210	8,825
Organizations and individuals	224,605	145,066
	<u>3,728,275</u>	<u>1,438,054</u>
Allowance for doubtful accounts	<u>(24,697)</u>	<u>(24,697)</u>
	<u><u>3,703,578</u></u>	<u><u>1,413,357</u></u>

4. PORTFOLIO INVESTMENTS

	<u>2023</u>	<u>2022</u>
	\$	\$
Marketable securities		
Other securities	<u>391,860</u>	<u>391,860</u>

5. INVENTORIES

	<u>2023</u>	<u>2022</u>
	\$	\$
Fuel	17,120	6,525
Culverts	12,140	1,451
	<u>29,260</u>	<u>7,976</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2023</u>	<u>2022</u>
	\$	\$
Trade payables	227,300	240,209
Government payables	84,151	42,079
Accrued expenses	423,770	496,831
School levies	396,629	-
Debentures levied in advance	55,988	94,745
Other	13,555	-
	<u>1,201,393</u>	<u>873,864</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

7. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
	\$	\$
Community Development funds, unexpended balance	290,636	290,636
Long-term security deposits and other deferred revenue	1,570,151	1,569,810
Province of Manitoba	1,202,681	948,411
	<u>3,063,468</u>	<u>2,808,857</u>

8. LONG-TERM DEBT

	<u>2023</u>	<u>2022</u>
	\$	\$
General Authority:		
Government partnership: Lourdeon Community Development Corporation: Mortgage payable in monthly instalments of \$3,270, \$3,610, \$3,806, and \$682; including interest at 2.750%, 3.640%, 3.670% and 2.850% respectively.	1,146,599	1,146,599
	<u>1,146,599</u>	<u>1,146,599</u>
Utility Funds:		
Municipal debenture payable in annual instalments of \$25,705 including interest at 3.125%, due December 31, 2029.	138,675	159,399
Municipal debenture payable in annual instalments of \$55,988 including interest at 5.150%, due December 31, 2028.	241,396	282,819
Municipal debenture payable in annual instalments of \$13,052 including interest at 4.000%, due December 31, 2023.	-	12,550
	<u>380,071</u>	<u>454,768</u>
	<u>1,526,670</u>	<u>1,601,367</u>

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

2024	155,400
2025	151,800
2026	130,600
2027	135,700
2028	141,800

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

9. DEBT CHARGES - FRONTAGE

Purpose and By-law	2023 Levy	2022 Levy
	\$	\$
Swan Lake Lagoon	<u>55,226</u>	<u>55,226</u>

10. DEBT CHARGES - L.I.D.

Purpose and By-law	Assessment	2023 Mill Rate	2023 Levy	2022 Levy
			\$	\$
Lagoon Repair By-law 92/13	39,732,790	0.324	12,873	12,867
Somerset Water lines 0004/15	12,506,970	0.246	3,077	3,072
			<u>15,950</u>	<u>15,939</u>

11. SPECIAL LEVIES

Purpose and By-law	Assessment	2023 Mill Rate	2023 Levy	2022 Levy
			\$	\$
Somerset Hall - B/L 0036-19	74,964,940	0.267	20,016	19,982
Somerset Rink - B/L 0037-19	74,964,940	0.200	14,993	15,017
Somerset Curling Rink - B/L 0038-19	74,964,940	0.047	3,523	3,494
Swan Lake Rink - B/L 0039-19	82,310,930	0.304	25,023	24,964
Swan Lake Hall - B/L 0040-19	82,310,930	0.134	11,029	10,987
Cypress Rink - B/L 0041-19	19,566,060	0.128	2,504	2,497
Cypress Hall - B/L 0042-19	19,566,060	0.153	2,994	2,992
Bruxelles Rink - B/L 0043-19	42,239,160	0.074	3,126	3,136
Bruxelles Hall - B/L 0044-19	39,877,780	0.100	3,988	3,981
Altamont Hall - B/L 0046-19	38,129,250	0.131	4,995	4,994
Mariapolis Rink - B/L 0047-19	29,662,790	0.035	1,038	1,058
Notre Dame Hall - B/L 0048-19	61,112,010	0.131	8,006	8,023
Notre Dame Arena - B/L 0064-21	61,112,010	0.210	12,838	12,791
St Leon Recreation - B/L 0045-19	32,229,480	0.217	6,994	7,003
St Alphonse Hall - B/L 0049-19	33,335,560	0.090	3,000	3,009
Notre Dame Services B/L 0024-17			143,500	143,500
Notre Dame Services B/L 27-17	36,417,430	3.152	114,788	99,960
			<u>382,355</u>	<u>367,388</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

12. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the 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 2023 by the municipality on behalf of its employees are expected to be \$63,628 (2022 - \$64,948) 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, 2022, indicated the plan was 111.6% funded on a going concern basis and had an unfunded solvency liability of \$19.3 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, 2022.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

13. 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.

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

14. BUDGET

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

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in *Schedule 9 - Reconciliation of the Financial Plan to the Budget*.

15. SEGMENTED INFORMATION

The Municipality of Lorne provides a wide ranges of services to its residents.

Segment information has been provided in *Schedule 4* for the following services:

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resources Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies of the segments are consistent with those followed in the preparation of the financial statements as described in the summary of significant accounting policies.

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

16. GOVERNMENT PARTNERSHIPS

The Municipality has several partnership agreements for municipal services. The consolidated financial statements include the Municipality's proportionate interest, as disclosed in note 2(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	<u>2023</u>	<u>2022</u>
	\$	\$
Financial Position		
Financial Assets	2,622,889	2,190,816
Liabilities	<u>3,041,271</u>	<u>3,043,088</u>
	(418,382)	(852,272)
Non-financial Assets	<u>5,096,027</u>	<u>5,109,097</u>
Accumulated Surplus	<u><u>4,677,645</u></u>	<u><u>4,256,825</u></u>
Result of Operations		
Revenue	870,815	1,020,769
Expenses	<u>449,994</u>	<u>893,334</u>
Annual Surplus	<u><u>420,821</u></u>	<u><u>127,435</u></u>

17. ACCUMULATED SURPLUS

	<u>2023</u>	<u>2022</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Deficit, excluding Tangible Capital Assets	(356,698)	(522,725)
Utility Operating Funds - Nominal Surplus, excluding Tangible Capital Assets	10,566	28,939
General Operating Tangible Capital Assets, net of related borrowings	6,522,279	7,027,066
Tangible Capital Assets, net of related borrowings	2,879,290	2,832,952
Reserve Funds	<u>4,574,642</u>	<u>3,890,142</u>
Accumulated surplus of municipality unconsolidated	<u>13,630,079</u>	<u>13,256,374</u>
Accumulated surpluses of consolidated controlled entities	318,932	318,568
Accumulated surpluses of consolidated government partnerships	<u>4,126,747</u>	<u>3,824,459</u>
Accumulated Surplus per Statement of Financial Position	<u><u>18,075,758</u></u>	<u><u>17,399,401</u></u>

MUNICIPALITY OF LORNE**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2023****18. TRUST FUNDS**

The Municipality of Lorne administers the following trust:

	Balance, beginning of the year	Excess of Receipts over Disbursements	Balance, end of the year
Beaconsfield Cemetery Fund	51,783	(12,781)	37,877

19. PUBLIC SECTOR COMPENSATION DISCLOSURE

It is a requirement of The *Public Sector Compensation Disclosure Act* that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount in exceeding \$85,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2023:

- (a) Compensation paid to members of council amounted to \$129,806 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$85,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Aurel Pantel	21,756	3,139	24,895
Roger Lesage	20,467	4,346	24,813
Daniel Hacault	17,553	2,303	19,856
Lindsay Ketsman	17,189	1,905	19,094
Gilbert Vigier	18,055	3,521	21,576
Gilbert Mabon	18,926	2,132	21,058
Denis Bibault	15,860	1,242	17,102
	<u>129,806</u>	<u>18,588</u>	<u>148,394</u>

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

Name	Position	Amount
Shannon Gaultier	Chief Administrative Officer	120,197

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

20. PUBLIC UTILITY BOARD

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

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

No capital grants have been deferred and amortized in these financial statements.

Water Services:		Unamortized		
Description of Utility	Opening Balance	Additions During Year	Amortization During Year	Unamortized Ending Balance
Notre Dame	153,624	-	3,413	150,211

Sewer Services:		Unamortized		
Description of Utility	Opening Balance	Additions During Year	Amortization During Year	Unamortized Ending Balance
Swan Lake	888,659	-	23,385	865,274

21. CHANGES IN WORKING CAPITAL

	2023	2022
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	(2,290,221)	(360,140)
Inventories	(21,284)	(50)
Prepaid expenses	(145,320)	(9,035)
Accounts payable and accrued liabilities	327,529	(818,629)
Deferred revenue	254,611	991,237
	<u>(1,874,685)</u>	<u>(196,617)</u>

22. PRIOR PERIOD ADJUSTMENT

During the course of the audit for 2023 it was noted that restricted funds held separately were not accounted for.

The 2022 financial statements have been restated to correct errors as follows:

General operations:
Increase in cash of \$948,411
Increase in deferred revenue of \$948,411

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

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2023

	General Capital Assets					Infrastructure			2023 Actual	2022 Actual
	Land and Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets under Construction		
Cost										
Balance, beginning of year	1,901,042	16,030,573	6,222,706	124,712	-	17,275,185	6,894,837	20,902	48,469,957	47,498,294
Asset purchases	32,125	55,000	-	-	-	-	-	87,460	174,585	2,119,691
Disposals and write downs	-	-	-	-	-	-	-	-	-	1,148,028
Balance, end of year	1,933,167	16,085,573	6,222,706	124,712	-	17,275,185	6,894,837	108,362	48,644,542	48,469,957
Accumulated Amortization										
Balance, beginning of year	1,257,335	10,659,542	3,266,383	120,305	-	14,474,600	3,628,019	-	33,406,184	32,958,212
Amortization	19,302	68,879	326,056	1,409	-	185,228	115,819	-	716,693	905,964
Disposals and write downs	-	-	-	-	-	-	-	-	-	457,992
Balance, end of year	1,276,637	10,728,421	3,592,439	121,714	-	14,659,828	3,743,838	-	34,122,877	33,406,184
Net book value	656,530	5,357,152	2,630,267	2,998	-	2,615,357	3,150,999	108,362	14,521,665	15,063,773

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
PROPERTY TAXES			
Municipal taxes levied (<i>schedule 11</i>)	4,432,742	4,432,742	4,212,957
Taxes added	45,000	19,858	44,393
	<u>4,477,742</u>	<u>4,452,600</u>	<u>4,257,350</u>
GRANTS IN LIEU OF TAXATION			
Provincial government	890	890	1,145
Provincial government enterprises	19,398	19,398	17,822
	<u>20,288</u>	<u>20,288</u>	<u>18,967</u>
USER FEES			
Sales of service	139,700	294,290	310,840
Sales of goods	7,576	18,975	21,252
Rentals	77,200	79,381	501,339
	<u>224,476</u>	<u>392,646</u>	<u>833,431</u>
GRANTS - PROVINCE OF MANITOBA			
General support grant	375,023	375,023	244,393
Conditional grants	58,062	57,926	119,991
Other provincial grant	(38)	40	3,084
	<u>433,047</u>	<u>432,989</u>	<u>367,468</u>
GRANTS - OTHER			
Federal government - gas tax funding	170,073	178,534	171,095
Federal government - other	-	(5,000)	85,279
Other local governments	108,714	135,374	124,018
Other grant	-	-	21,593
	<u>278,787</u>	<u>308,908</u>	<u>401,985</u>
PERMITS, LICENCES AND FEES			
Permits	36,697	66,710	40,830
Licences	-	260	110
	<u>36,697</u>	<u>66,970</u>	<u>40,940</u>
INVESTMENT REVENUE			
Interest	23,391	32,991	23,562
OTHER REVENUE			
Gain on sale of tangible capital assets	-	-	55,396
Miscellaneous	335,059	168,491	107,032
Penalties and interest	40,000	60,430	43,483
Donations	-	312,983	2,049
	<u>375,059</u>	<u>541,904</u>	<u>207,960</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	881,840	613,858	686,569
TOTAL REVENUE	<u><u>6,751,327</u></u>	<u><u>6,863,154</u></u>	<u><u>6,838,232</u></u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	194,324	188,896	167,433
General administrative	738,587	631,584	611,908
Other	1,000	48,029	67,312
	<u>933,911</u>	<u>868,509</u>	<u>846,653</u>
PROTECTIVE SERVICES			
Fire	275,230	262,549	255,148
Emergency measures	22,800	27,626	28,397
Other protective services	1,200	-	-
By-law enforcement	-	1,200	1,200
	<u>299,230</u>	<u>291,375</u>	<u>284,745</u>
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	28,000	24,645	23,808
Road and street maintenance	2,783,293	2,637,793	2,717,800
Bridge maintenance	4,000	-	1,134
Sidewalk and boulevard maintenance	45,600	16,482	15,228
Street lighting	57,000	51,064	52,227
Workshop	210,720	73,788	85,178
Public transit	-	2,616	-
	<u>3,128,613</u>	<u>2,806,388</u>	<u>2,895,375</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	147,800	257,478	226,804
Recycling	176,800	58,579	92,851
Lagoons and wells	3,800	4,414	5,303
	<u>328,400</u>	<u>320,471</u>	<u>324,958</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	6,500	6,533	6,532
Social assistance	2,058	2,058	2,058
	<u>8,558</u>	<u>8,591</u>	<u>8,590</u>
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	131,187	118,665	134,558
Urban renewal	45,356	16,500	9,000
Beautification and land rehabilitation	14,000	15,128	77,926
Urban area weed control	70,812	719	-
Other	5,000	8,325	8,726
	<u>266,355</u>	<u>159,337</u>	<u>230,210</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	114,783	163,531	147,521
Veterinary services	23,982	23,982	23,512
Water resources and conservation	21,378	22,257	21,290
Regional development	85,000	145,987	687,256
	<u>245,143</u>	<u>355,757</u>	<u>879,579</u>
RECREATION AND CULTURAL SERVICES			
Administration	28,500	87,427	86,989
Community centers and halls	104,746	211,539	197,250
Skating and curling rinks	80,983	73,089	62,983
Parks and playgrounds	66,300	67,125	41,478
Other recreational facilities	81,396	64,970	51,799
Museums	9,800	8,915	9,688
Libraries	75,059	78,344	69,787
	<u>446,784</u>	<u>591,409</u>	<u>519,974</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	1,037,740	784,960	816,573
	<u>1,037,740</u>	<u>784,960</u>	<u>816,573</u>
TOTAL EXPENSES	<u><u>6,694,734</u></u>	<u><u>6,186,797</u></u>	<u><u>6,806,657</u></u>

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE										
Property taxes	4,452,600	4,257,350	-	-	-	-	-	-	-	-
Grants in lieu of taxation	20,288	18,967	-	-	-	-	-	-	-	-
User fees	83,272	84,283	76,880	1,125	77,612	123,219	11,315	68,711	-	-
Prov of MB - unconditional grants	375,063	244,428	-	-	-	-	-	-	-	-
Prov of MB - conditional grants	-	55,297	-	-	-	-	-	-	-	-
Grants - Other	212,956	255,142	-	-	-	-	-	-	-	-
Permits, licences and fees	260	110	-	-	-	-	-	-	-	-
Investment revenue	21,133	15,499	1,710	-	6,362	-	-	-	-	-
Other revenue	249,660	99,472	-	-	-	54,463	-	140	-	-
Water and sewer	(94,745)	(38,757)	-	-	-	-	-	-	-	-
Total revenue	<u>5,320,487</u>	<u>4,991,791</u>	<u>78,590</u>	<u>1,125</u>	<u>83,974</u>	<u>177,682</u>	<u>11,315</u>	<u>68,851</u>	<u>-</u>	<u>-</u>
EXPENSES										
Personnel services	432,310	435,043	925	925	634,746	713,251	98,811	81,287	-	-
Contract services	117,429	106,026	29,612	63,279	38,974	20,008	110,915	109,450	2,058	-
Utilities	17,285	21,234	19,324	27,002	73,480	88,258	4,818	5,593	-	-
Maintenance materials & supplies	235,006	222,146	169,720	93,660	1,620,063	1,639,891	53,637	26,196	-	-
Grants & contributions	21,006	18,740	2,730	2,730	2,616	-	45,487	94,936	-	2,058
Amortization	44,501	45,306	69,064	97,149	436,509	433,967	6,803	7,496	6,533	6,532
Interest on long term debt	972	775	-	-	-	-	-	-	-	-
Bad debts expense	-	(2,617)	-	-	-	-	-	-	-	-
Other operating expense	-	-	-	-	-	-	-	-	-	-
Total expenses	<u>868,509</u>	<u>846,653</u>	<u>291,375</u>	<u>284,745</u>	<u>2,806,388</u>	<u>2,895,375</u>	<u>320,471</u>	<u>324,958</u>	<u>8,591</u>	<u>8,590</u>
SURPLUS (DEFICIT)	<u>4,451,978</u>	<u>4,145,138</u>	<u>(212,785)</u>	<u>(283,620)</u>	<u>(2,722,414)</u>	<u>(2,717,693)</u>	<u>(309,156)</u>	<u>(256,107)</u>	<u>(8,591)</u>	<u>(8,590)</u>

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

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE										
Property taxes	-	-	-	-	-	-	-	-	4,452,600	4,257,350
Grants in lieu of taxation	-	-	-	-	-	-	-	-	20,288	18,967
User fees	-	-	18,981	445,264	124,586	110,829	-	-	392,646	833,431
Prov of MB - unconditional grants	-	-	-	-	-	3,049	-	-	375,063	247,477
Prov of MB - conditional grants	-	6,897	1,190	1,004	56,736	56,793	-	-	57,926	119,991
Grants - Other	-	-	69,292	144,621	26,660	2,222	-	-	308,908	401,985
Permits, licences and fees	66,710	40,830	-	-	-	-	-	-	66,970	40,940
Investment revenue	3,394	8,063	354	-	38	-	-	-	32,991	23,562
Other revenue	-	-	23,061	42,727	269,183	11,158	-	-	541,904	207,960
Water and sewer	-	-	-	-	-	-	613,858	686,569	613,858	686,569
Total revenue	70,104	55,790	112,878	633,616	477,203	184,051	613,858	686,569	6,863,154	6,838,232
EXPENSES										
Personnel services	63,702	64,126	53,557	116,156	138,795	123,657	279,940	245,413	1,702,786	1,779,858
Contract services	18,219	15,049	13,110	1,590	65,356	64,131	338,265	417,542	733,938	797,075
Utilities	-	-	589	1,050	41,880	35,577	29,735	15,218	187,111	193,932
Maintenance materials & supplies	40,035	111,339	226,886	582,959	175,016	115,642	-	-	2,520,363	2,791,833
Grants & contributions	28,410	30,410	61,239	17,754	133,835	141,011	-	-	295,323	307,639
Amortization	561	560	376	160,070	36,527	39,956	115,819	114,928	716,693	905,964
Interest on long term debt	-	-	-	-	-	-	20,312	23,188	21,284	23,963
Bad debts expense	-	-	-	-	-	-	-	-	-	(2,617)
Other operating expense	8,410	8,726	-	-	-	-	889	284	9,299	9,010
Total expenses	159,337	230,210	355,757	879,579	591,409	519,974	784,960	816,573	6,186,797	6,806,657
SURPLUS (DEFICIT)	(89,233)	(174,420)	(242,879)	(245,963)	(114,206)	(335,923)	(171,102)	(130,004)	676,357	31,575

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

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE								
Property taxes	4,452,600	4,257,350	-	-	-	-	4,452,600	4,257,350
Grants in lieu of taxation	20,288	18,967	-	-	-	-	20,288	18,967
User fees	258,906	290,093	33,792	28,076	99,948	515,262	392,646	833,431
Prov of MB - unconditional grants	375,063	244,428	-	3,049	-	-	375,063	247,477
Prov of MB - conditional grants	-	55,297	56,736	56,793	1,190	7,901	57,926	119,991
Grants - Other	173,534	215,720	-	2,000	135,374	184,265	308,908	401,985
Permits, licences and fees	380	130	-	-	66,590	40,810	66,970	40,940
Investment revenue	29,205	15,499	354	-	3,432	8,063	32,991	23,562
Other revenue	249,660	154,075	23,000	8,733	269,244	45,152	541,904	207,960
Water and sewer	613,858	686,569	-	-	-	-	613,858	686,569
Total revenue	6,173,494	5,938,128	113,882	98,651	575,778	801,453	6,863,154	6,838,232
EXPENSES								
Personnel services	1,471,862	1,495,030	90,905	84,078	140,019	200,750	1,702,786	1,779,858
Contract services	691,038	765,704	23,184	12,723	19,716	18,648	733,938	797,075
Utilities	147,531	161,396	1,124	1,489	38,456	31,047	187,111	193,932
Maintenance materials & supplies	2,333,501	2,396,448	87,033	68,181	99,829	327,204	2,520,363	2,791,833
Grants & contributions	417,545	444,364	(90,798)	(73,798)	(31,424)	(62,927)	295,323	307,639
Amortization	707,731	733,442	2,070	1,753	6,892	170,769	716,693	905,964
Interest on long term debt	21,284	23,963	-	-	-	-	21,284	23,963
Bad debts expense	-	(2,617)	-	-	-	-	-	(2,617)
Other operating expense	9,299	9,010	-	-	-	-	9,299	9,010
Total expenses	5,799,791	6,026,740	113,518	94,426	273,488	685,491	6,186,797	6,806,657
SURPLUS (DEFICIT)	373,703	(88,612)	364	4,225	302,290	115,962	676,357	31,575

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	General Reserve \$	Machinery Replacement Reserve \$	Fire Equipment Reserve \$	Bridge Reserve \$	Gas Tax Reserve \$	Recreation Reserve \$	Office Reserve \$
FINANCIAL ASSETS							
Cash and temporary investments	19,747	-	-	-	349,792	-	-
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	381,876	576,213	518,317	197,342	1,313,336	119,435	28,250
	<u>401,623</u>	<u>576,213</u>	<u>518,317</u>	<u>197,342</u>	<u>1,663,128</u>	<u>119,435</u>	<u>28,250</u>
REVENUE							
Investment revenue	8,004	5,476	1,710	244	8,603	275	61
TRANSFERS							
Transfers from (to) operating fund	-	448,250	(7,302)	20,000	74,213	22,500	5,000
Transfers from (to) utility fund	-	-	-	-	-	-	-
	<u>-</u>	<u>448,250</u>	<u>(7,302)</u>	<u>20,000</u>	<u>74,213</u>	<u>22,500</u>	<u>5,000</u>
CHANGE IN FUND BALANCES	8,004	453,726	(5,592)	20,244	82,816	22,775	5,061
FUND SURPLUS, BEGINNING OF YEAR	<u>393,619</u>	<u>122,487</u>	<u>523,909</u>	<u>177,098</u>	<u>1,580,312</u>	<u>96,660</u>	<u>23,189</u>
FUND SURPLUS, END OF YEAR	<u><u>401,623</u></u>	<u><u>576,213</u></u>	<u><u>518,317</u></u>	<u><u>197,342</u></u>	<u><u>1,663,128</u></u>	<u><u>119,435</u></u>	<u><u>28,250</u></u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	Medical Reserve \$	St Leon School Reserve \$	Clinic Reserve \$	Somerset Utility Reserve \$	Notre Dame Utility Reserve \$	Bipole Reserve \$	Municipal Shed Reserve \$
FINANCIAL ASSETS							
Cash and temporary investments	-	-	-	-	-	117,350	-
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	10,227	8	27,972	26,633	8,127	183,139	591,511
	<u>10,227</u>	<u>8</u>	<u>27,972</u>	<u>26,633</u>	<u>8,127</u>	<u>300,489</u>	<u>591,511</u>
REVENUE							
Investment revenue	-	-	-	-	-	293	806
TRANSFERS							
Transfers from (to) operating fund	-	-	-	-	-	-	66,000
Transfers from (to) utility fund	-	-	-	-	-	-	-
	-	-	-	-	-	-	66,000
CHANGE IN FUND BALANCES							
	-	-	-	-	-	293	66,806
FUND SURPLUS, BEGINNING OF YEAR							
	10,227	8	27,972	26,633	8,127	300,196	524,705
FUND SURPLUS, END OF YEAR							
	<u>10,227</u>	<u>8</u>	<u>27,972</u>	<u>26,633</u>	<u>8,127</u>	<u>300,489</u>	<u>591,511</u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	2023 Actual \$	2022 Actual \$
FINANCIAL ASSETS		
Cash and temporary investments	486,889	750,483
Accounts receivable	-	1,615
Due from other funds	<u>4,087,753</u>	<u>3,138,044</u>
	<u>4,574,642</u>	<u>3,890,142</u>
REVENUE		
Investment revenue	<u>25,839</u>	<u>8,495</u>
TRANSFERS		
Transfers from (to) operating fund	658,661	(534,758)
Transfers from (to) utility fund	-	(17,705)
	<u>658,661</u>	<u>(552,463)</u>
CHANGE IN FUND BALANCES	684,500	(543,968)
FUND SURPLUS, BEGINNING OF YEAR	<u>3,890,142</u>	<u>4,434,110</u>
FUND SURPLUS, END OF YEAR	<u>4,574,642</u>	<u>3,890,142</u>

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2023

	St. Leon \$	Swan Lake \$	Mariapolis \$	Somerset \$	Notre Dame \$	2023 Actual \$	2022 Actual \$
FINANCIAL ASSETS							
Accounts receivable <i>(note 3)</i>	8,319	17,554	(124)	(1,648)	81,550	105,651	141,191
Due from other funds	154,195	-	-	392,284	-	546,479	521,056
	<u>162,514</u>	<u>17,554</u>	<u>(124)</u>	<u>390,636</u>	<u>81,550</u>	<u>652,130</u>	<u>662,247</u>
LIABILITIES							
Accounts payable and accrued liabilities <i>(note 6)</i>	-	3,698	-	-	-	3,698	3,409
Long-term debt <i>(note 8)</i>	-	241,396	-	138,675	-	380,071	454,768
Due to other funds	-	319,007	30,745	-	288,114	637,866	629,899
	<u>-</u>	<u>564,101</u>	<u>30,745</u>	<u>138,675</u>	<u>288,114</u>	<u>1,021,635</u>	<u>1,088,076</u>
NON-FINANCIAL ASSETS							
Tangible capital assets <i>(schedule 1)</i>	128,012	1,498,963	1,376	970,780	660,230	3,259,361	3,287,720
	<u>128,012</u>	<u>1,498,963</u>	<u>1,376</u>	<u>970,780</u>	<u>660,230</u>	<u>3,259,361</u>	<u>3,287,720</u>
FUND SURPLUS (DEFICIT)	<u>290,526</u>	<u>952,416</u>	<u>(29,493)</u>	<u>1,222,741</u>	<u>453,666</u>	<u>2,889,856</u>	<u>2,861,891</u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	ST. LEON UTILITY		2022 Actual \$
	2023 Budget \$	2023 Actual \$	
REVENUE			
WATER			
Water fees	<u>20,000</u>	<u>30,082</u>	30,426
SEWER			
Sewer fees	<u>14,100</u>	<u>3,673</u>	3,983
OTHER REVENUE			
Hydrant rentals	700	700	700
Penalties	500	495	533
Other income	-	601	-
	<u>1,200</u>	<u>1,796</u>	1,233
TOTAL REVENUE	<u>35,300</u>	<u>35,551</u>	35,642
EXPENSES			
GENERAL			
Administration	<u>260</u>	<u>1,346</u>	1,346
WATER			
Purification and treatment	9,390	4,548	5,322
Transmission and distribution	<u>12,350</u>	<u>8,761</u>	3,861
	<u>21,740</u>	<u>13,309</u>	9,183
WATER AMORTIZATION AND INTEREST			
Amortization	<u>7,600</u>	<u>7,580</u>	7,579
SEWER			
Collection system costs	13,300	23,055	17,138
Treatment and disposal costs	-	-	243
	<u>13,300</u>	<u>23,055</u>	17,381
SEWER AMORTIZATION AND INTEREST			
Amortization	<u>9,800</u>	<u>9,792</u>	9,792
TOTAL EXPENSES	<u>52,700</u>	<u>55,082</u>	45,281
EXCESS OF EXPENSES OVER REVENUE	(17,400)	(19,531)	(9,639)
FUND SURPLUS, BEGINNING OF YEAR	<u>310,057</u>	<u>310,057</u>	319,696
FUND SURPLUS, END OF YEAR	<u>292,657</u>	<u>290,526</u>	310,057

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	SWAN LAKE UTILITY		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
WATER			
Water fees	60,000	78,790	72,354
Bulk water fees	175	480	376
	<u>60,175</u>	<u>79,270</u>	<u>72,730</u>
SEWER			
Sewer fees	16,200	-	4,862
	<u>16,200</u>	<u>-</u>	<u>4,862</u>
PROPERTY TAXES	55,988	55,988	55,988
	<u>55,988</u>	<u>55,988</u>	<u>55,988</u>
OTHER REVENUE			
Hydrant rentals	2,800	2,800	2,800
Penalties	1,000	801	926
Other income	-	91	-
	<u>3,800</u>	<u>3,692</u>	<u>3,726</u>
TOTAL REVENUE	<u>136,163</u>	<u>138,950</u>	<u>137,306</u>
EXPENSES			
GENERAL			
Administration	4,071	4,071	4,071
	<u>4,071</u>	<u>4,071</u>	<u>4,071</u>
WATER			
Purification and treatment	31,000	97,254	82,641
Transmission and distribution	36,504	56,154	44,512
Other water expense	-	889	284
	<u>67,504</u>	<u>154,297</u>	<u>127,437</u>
WATER AMORTIZATION AND INTEREST			
Amortization	14,600	14,577	14,578
	<u>14,600</u>	<u>14,577</u>	<u>14,578</u>
SEWER			
Collection system costs	8,600	540	-
	<u>8,600</u>	<u>540</u>	<u>-</u>
SEWER AMORTIZATION AND INTEREST			
Amortization	39,000	39,014	39,013
Interest on long-term debt	14,600	14,565	16,594
	<u>53,600</u>	<u>53,579</u>	<u>55,607</u>
TOTAL EXPENSES	<u>148,375</u>	<u>227,064</u>	<u>201,693</u>
EXCESS OF EXPENSES OVER REVENUE	(12,212)	(88,114)	(64,387)

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	SWAN LAKE UTILITY		
	2023		
	Budget	2023	2022
	(Unaudited)	Actual	Actual
	\$	\$	\$
FUND SURPLUS, BEGINNING OF YEAR	<u>1,040,530</u>	<u>1,040,530</u>	<u>1,104,917</u>
FUND SURPLUS, END OF YEAR	<u>1,028,318</u>	<u>952,416</u>	<u>1,040,530</u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	MARIAPOLIS UTILITY		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
SEWER			
Sewer fees	<u>8,400</u>	<u>8,376</u>	11,243
OTHER REVENUE			
Penalties	140	131	141
TOTAL REVENUE	<u>8,540</u>	<u>8,507</u>	11,384
EXPENSES			
GENERAL			
Administration	<u>504</u>	<u>504</u>	504
WATER			
Transmission and distribution	<u>-</u>	<u>-</u>	11,057
SEWER			
Collection system costs	8,036	11,171	12,025
SEWER AMORTIZATION AND INTEREST			
Amortization	<u>2,000</u>	<u>2,154</u>	2,150
TOTAL EXPENSES	<u>10,540</u>	<u>13,829</u>	25,736
EXCESS OF EXPENSES OVER REVENUE	(2,000)	(5,322)	(14,352)
FUND SURPLUS, BEGINNING OF YEAR	<u>(24,171)</u>	<u>(24,171)</u>	(9,819)
FUND SURPLUS, END OF YEAR	<u>(26,171)</u>	<u>(29,493)</u>	(24,171)

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	SOMERSET UTILITY		2022
	2023 Budget \$	2023 Actual \$	Actual \$
REVENUE			
WATER			
Water fees	80,000	84,863	107,854
Bulk water fees	700	-	-
SEWER			
Sewer fees	20,000	-	7,597
PROPERTY TAXES	25,705	25,705	25,705
OTHER REVENUE			
Hydrant rentals	2,625	2,625	2,625
Penalties	1,200	1,692	1,358
Other income	10,000	635	-
	13,825	4,952	3,983
TOTAL REVENUE	140,230	115,520	145,139
EXPENSES			
GENERAL			
Administration	7,400	7,400	7,400
WATER			
Purification and treatment	52,003	52,064	39,753
Transmission and distribution	30,452	54,283	62,989
	82,455	106,347	102,742
WATER AMORTIZATION AND INTEREST			
Amortization	16,500	16,465	16,578
Interest on long-term debt	5,000	4,981	5,609
	21,500	21,446	22,187
SEWER			
Collection system costs	5,638	590	-
Treatment and disposal costs	11,032	-	243
	16,670	590	243
SEWER AMORTIZATION AND INTEREST			
Amortization	7,000	7,027	6,007
TOTAL EXPENSES	135,025	142,810	138,579
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	5,205	(27,290)	6,560

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	SOMERSET UTILITY		
	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
TRANSFERS			
Transfers from (to) operating fund	-	(22,583)	-
Transfers from (to) utility fund	-	-	17,705
	<u>-</u>	<u>22,583</u>	<u>17,705</u>
CHANGE IN UTILITY FUND BALANCE	5,205	(4,707)	24,265
FUND SURPLUS, BEGINNING OF YEAR	<u>1,227,448</u>	<u>1,227,448</u>	<u>1,203,183</u>
FUND SURPLUS, END OF YEAR	<u><u>1,232,653</u></u>	<u><u>1,222,741</u></u>	<u><u>1,227,448</u></u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	NOTRE DAME UTILITY		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
WATER			
Water fees	<u>232,200</u>	<u>255,372</u>	<u>247,340</u>
SEWER			
Sewer fees	<u>103,200</u>	<u>96,271</u>	<u>92,205</u>
PROPERTY TAXES	<u>13,052</u>	<u>13,052</u>	<u>13,052</u>
OTHER REVENUE			
Hydrant rentals	5,000	5,000	5,000
Connection charges	-	-	942
Penalties	2,500	2,417	2,979
Other income	<u>276,000</u>	<u>37,963</u>	<u>34,337</u>
	<u>283,500</u>	<u>45,380</u>	<u>43,258</u>
TOTAL REVENUE	<u>656,352</u>	<u>410,075</u>	<u>395,855</u>
EXPENSES			
GENERAL			
Administration	<u>8,700</u>	<u>8,589</u>	<u>8,771</u>
WATER			
Purification and treatment	67,550	65,776	63,442
Transmission and distribution	<u>202,850</u>	<u>180,197</u>	<u>273,181</u>
	<u>270,400</u>	<u>245,973</u>	<u>336,623</u>
WATER AMORTIZATION AND INTEREST			
Amortization	<u>10,000</u>	<u>10,084</u>	<u>10,095</u>
SEWER			
Collection system costs	16,000	3,032	3,000
Treatment and disposal costs	103,000	38,870	21,456
Lift station costs	<u>273,200</u>	<u>29,735</u>	<u>15,218</u>
	<u>392,200</u>	<u>71,637</u>	<u>39,674</u>
SEWER AMORTIZATION AND INTEREST			
Amortization	9,000	9,126	9,136
Interest on long-term debt	<u>800</u>	<u>766</u>	<u>985</u>
	<u>9,800</u>	<u>9,892</u>	<u>10,121</u>
TOTAL EXPENSES	<u>691,100</u>	<u>346,175</u>	<u>405,284</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>(34,748)</u>	<u>63,900</u>	<u>(9,429)</u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

	NOTRE DAME UTILITY		
	2023	2023	2022
	Budget	Actual	Actual
	(Unaudited)	Actual	Actual
	\$	\$	\$
<hr/>			
TRANSFERS			
Transfers from (to) operating fund	-	81,739	158,665
CHANGE IN UTILITY FUND BALANCE	(34,748)	145,639	149,236
FUND SURPLUS, BEGINNING OF YEAR	308,027	308,027	158,791
FUND SURPLUS, END OF YEAR	273,279	453,666	308,027

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2023

	Financial Plan General \$	Financial Plan Utilities \$	Amortization (TCA) \$	Interest Expense \$	Transfers \$	Long Term Accruals \$	Consolidated Entities \$	Government Partnerships \$	PSAB Budget \$
REVENUE									
Property taxes	4,477,742	-	-	-	-	-	-	-	4,477,742
Grants in lieu of taxation	20,288	-	-	-	-	-	-	-	20,288
User fees	184,076	-	-	-	-	-	20,000	20,400	224,476
Grants - Province of Manitoba	374,985	-	-	-	-	-	56,795	1,267	433,047
Grants - Other	170,073	-	-	-	-	-	-	108,714	278,787
Permits, licences and fees	-	-	-	-	-	-	-	36,697	36,697
Investment revenue	-	-	-	-	-	-	-	23,391	23,391
Other revenue	363,317	-	-	-	-	-	11,592	150	375,059
Transfers	252,020	103,000	-	-	(355,020)	-	-	-	-
Water and sewer	(94,745)	976,585	-	-	-	-	-	-	881,840
	<u>5,747,756</u>	<u>1,079,585</u>	<u>-</u>	<u>-</u>	<u>(355,020)</u>	<u>-</u>	<u>88,387</u>	<u>190,619</u>	<u>6,751,327</u>
EXPENSES									
General government services	888,411	-	44,500	1,000	-	-	-	-	933,911
Protective services	230,230	-	69,000	-	-	-	-	-	299,230
Transportation services	2,692,113	-	436,500	-	-	-	-	-	3,128,613
Environmental health services	321,600	-	6,800	-	-	-	-	-	328,400
Public health and welfare services	2,058	-	6,500	-	-	-	-	-	8,558
Regional planning and development	165,578	-	-	-	-	-	-	100,777	266,355
Resource conservation and industrial development	152,860	-	-	-	-	-	-	92,283	245,143
Recreation and cultural services	318,030	-	28,500	-	-	-	100,254	-	446,784
Fiscal services	47,224	-	-	-	(47,224)	-	-	-	-
Transfers	933,023	177,745	-	-	(1,110,768)	-	-	-	-
Water and sewer	-	901,840	115,500	20,400	-	-	-	-	1,037,740
	<u>5,751,127</u>	<u>1,079,585</u>	<u>707,300</u>	<u>21,400</u>	<u>(1,157,992)</u>	<u>-</u>	<u>100,254</u>	<u>193,060</u>	<u>6,694,734</u>
SURPLUS (DEFICIT)	<u>(3,371)</u>	<u>-</u>	<u>(707,300)</u>	<u>(21,400)</u>	<u>802,972</u>	<u>-</u>	<u>(11,867)</u>	<u>(2,441)</u>	<u>56,593</u>

ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2023

	2023 Actual \$	2022 Actual \$
BALANCE, BEGINNING OF YEAR	<u>411,611</u>	<u>342,331</u>
Add:		
Tax Levy (<i>schedule 11</i>)	8,525,756	8,193,123
Taxes added	19,858	44,393
Penalties and interest	60,430	43,483
Other accounts added	<u>50,165</u>	<u>43,475</u>
Sub-total	<u>9,067,820</u>	<u>8,666,805</u>
Deduct:		
Cash collections - current	8,179,556	7,884,780
Cash collections - arrears	130,034	144,442
Cancellations	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	<u>178,556</u>	<u>225,972</u>
Sub-total	<u>8,488,146</u>	<u>8,255,194</u>
BALANCE, END OF YEAR	<u><u>579,674</u></u>	<u><u>411,611</u></u>

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2023

	Assessment	2023 Mill Rate	Levy	2022 Levy
Other Governments (LUD):				
LUD of Altamont	982,750	20.860	20,500	16,400
LUD of St Leon	3,842,040	12.196	46,857	44,703
LUD of Swan Lake	7,440,640	29.035	216,039	200,518
LUD of Mariapolis	2,315,210	30.105	69,699	51,000
LUD of Somerset	12,506,970	30.187	377,548	361,463
LUD of Notre Dame	30,570,390	11.647	356,053	342,792
			<u>1,086,696</u>	<u>1,016,876</u>
Debt Charges:				
Frontage (note 9)			55,226	55,226
L.I.D. (note 10)			15,950	15,939
At large			-	-
			<u>71,176</u>	<u>71,165</u>
Other municipal levies:				
General municipal	423,336,600	3.876	1,640,431	1,134,248
Rural area	365,678,600	3.424	1,252,084	1,623,280
Special levy (note 11)			382,355	367,388
			<u>3,274,870</u>	<u>3,124,916</u>
Total municipal taxes (schedule 2)			<u>4,432,742</u>	<u>4,212,957</u>
Education Support Levy	80,228,950	8.140	653,064	651,235
Special levy:				
Prairie Rose School Division	38,032,330	9.516	361,916	325,406
Prairie Spirit School Division	382,887,740	8.040	3,078,034	3,003,525
			<u>3,439,950</u>	<u>3,328,931</u>
Total education taxes			<u>4,093,014</u>	<u>3,980,166</u>
Total tax levy (schedule 10)			<u>8,525,756</u>	<u>8,193,123</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	194,324	188,896	167,433
General administrative	738,587	631,584	611,908
Other	1,000	48,029	67,312
	<u>933,911</u>	<u>868,509</u>	<u>846,653</u>
PROTECTIVE SERVICES			
Fire	275,230	262,549	255,148
Emergency measures	22,800	27,626	28,397
Other protective services	1,200	-	-
By-law enforcement	-	1,200	1,200
	<u>299,230</u>	<u>291,375</u>	<u>284,745</u>
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	28,000	24,645	23,808
Road and street maintenance	2,783,293	2,637,793	2,717,800
Bridge maintenance	4,000	-	1,134
Sidewalk and boulevard maintenance	45,600	16,482	15,228
Street lighting	57,000	51,064	52,227
Workshop	210,720	73,788	85,178
Public transit	-	2,616	-
	<u>3,128,613</u>	<u>2,806,388</u>	<u>2,895,375</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	147,800	257,478	226,804
Recycling	176,800	58,579	92,851
Lagoons and wells	3,800	4,414	5,303
	<u>328,400</u>	<u>320,471</u>	<u>324,958</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	6,500	6,533	6,532
Social assistance	2,058	2,058	2,058
	<u>8,558</u>	<u>8,591</u>	<u>8,590</u>
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	30,410	49,624	42,073
Urban renewal	45,356	16,500	9,000
Beautification and land rehabilitation	14,000	15,128	77,926
Urban area weed control	70,812	719	-
Other	5,000	8,325	8,726
	<u>165,578</u>	<u>90,296</u>	<u>137,725</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	22,500	82,755	62,954
Veterinary services	23,982	23,982	23,512
Water resources and conservation	21,378	22,257	21,290
Regional development	85,000	129,361	264,877
	<u>152,860</u>	<u>258,355</u>	<u>372,633</u>
RECREATION AND CULTURAL SERVICES			
Administration	28,500	87,427	86,989
Community centers and halls	54,000	50,000	61,000
Skating and curling rinks	80,983	66,858	62,983
Parks and playgrounds	66,300	67,125	41,478
Other recreational facilities	81,396	64,970	51,799
Museums	9,800	8,915	9,688
Libraries	25,551	25,551	25,551
	<u>346,530</u>	<u>370,846</u>	<u>339,488</u>
TOTAL EXPENSES	<u><u>5,363,680</u></u>	<u><u>5,014,831</u></u>	<u><u>5,210,167</u></u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF ALTAMONT		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
Taxation	20,500	20,500	16,400
Other revenue	2,700	-	5,150
	<u>23,200</u>	<u>20,500</u>	<u>21,550</u>
EXPENSES			
Transportation			
Road and street maintenance	17,300	10,053	9,609
Sidewalk and boulevard maintenance	-	57	-
Street lighting	3,500	2,941	3,466
Workshop	100	-	500
	<u>20,900</u>	<u>13,051</u>	<u>13,575</u>
Regional planning and development			
Beautification and land rehabilitation	-	120	280
Recreation and culture			
Parks and playgrounds	-	719	2,123
Other recreational facilities	2,300	1,678	432
	<u>2,300</u>	<u>2,397</u>	<u>2,555</u>
Other expenses and transfers			
Transfer from (to) L.U.D. reserves	-	-	22,350
TOTAL EXPENSES	<u>23,200</u>	<u>15,568</u>	<u>(5,940)</u>
EXCESS OF REVENUE OVER EXPENSES	<u>-</u>	<u>4,932</u>	<u>27,490</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR	<u>74,159</u>	<u>74,159</u>	<u>46,669</u>
UNEXPENDED BALANCE, END OF YEAR	<u>74,159</u>	<u>79,091</u>	<u>74,159</u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF ST LEON		2022
	2023 Budget \$	2023 Actual \$	Actual \$
REVENUE			
Taxation	47,019	47,019	44,879
Other revenue	3,237	4,869	6,973
Transfer from reserves	-	-	26,500
	<u>50,256</u>	<u>51,888</u>	<u>78,352</u>
EXPENSES			
General government			
Indemnities	-	3,000	2,400
Other general government	2,400	2,409	287
	<u>2,400</u>	<u>5,409</u>	<u>2,687</u>
Transportation			
Road and street maintenance	18,300	14,180	51,410
Street lighting	3,500	3,322	3,902
Workshop	-	-	325
	<u>21,800</u>	<u>17,502</u>	<u>55,637</u>
Environmental health			
Waste collection and disposal	10,500	-	-
Recycling	-	-	319
	<u>10,500</u>	<u>-</u>	<u>319</u>
Regional planning and development			
Planning and zoning	-	3,856	3,679
Urban renewal	7,856	120	227
Beautification and land rehabilitation	-	200	175
	<u>7,856</u>	<u>4,176</u>	<u>4,081</u>
Recreation and culture			
Parks and playgrounds	7,000	7,265	7,585
OTHER EXPENSES AND TRANSFERS			
Fire hydrant rentals	700	700	700
TOTAL EXPENSES	<u>50,256</u>	<u>35,052</u>	<u>71,009</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2023

Schedule 13

	LUD OF ST LEON		
	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
EXCESS OF REVENUE OVER EXPENSES	-	16,836	7,343
UNEXPENDED BALANCE, BEGINNING OF YEAR	66,119	66,119	58,776
UNEXPENDED BALANCE, END OF YEAR	66,119	82,955	66,119

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF SWAN LAKE		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
Taxation	216,039	216,039	200,518
Grant in aid	-	(5,000)	44,625
Other revenue	10,000	7,712	11,682
	<u>226,039</u>	<u>218,751</u>	<u>256,825</u>
EXPENSES			
General government			
Indemnities	7,500	7,939	6,900
Other general government	502	263	115
	<u>8,002</u>	<u>8,202</u>	<u>7,015</u>
Transportation			
Road and street maintenance	136,341	108,241	116,798
Sidewalk and boulevard maintenance	600	-	-
Snow and ice removal	3,000	-	-
Street lighting	7,500	7,419	7,231
Workshop	55,300	4,088	7,471
	<u>202,741</u>	<u>119,748</u>	<u>131,500</u>
Environmental health			
Recycling	2,000	1,149	211
Regional planning and development			
Planning and zoning	10,000	2,238	58,614
Urban area weed control	500	-	-
	<u>10,500</u>	<u>2,238</u>	<u>58,614</u>
Recreation and culture			
Parks and playgrounds	-	535	-
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	-	(10,000)	(10,000)
Fire hydrant rentals	2,800	2,800	2,800
	<u>(2,800)</u>	<u>(12,800)</u>	<u>(12,800)</u>
TOTAL EXPENSES	<u>226,043</u>	<u>144,672</u>	<u>210,140</u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF SWAN LAKE		
	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	(4)	74,079	46,685
UNEXPENDED BALANCE, BEGINNING OF YEAR	106,809	106,809	60,124
UNEXPENDED BALANCE, END OF YEAR	106,805	180,888	106,809

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF MARIAPOLIS		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
Taxation	69,699	69,699	51,000
Other revenue	-	-	5,247
	<u>69,699</u>	<u>69,699</u>	<u>56,247</u>
EXPENSES			
General government			
Indemnities	1,200	1,200	-
Transportation			
Road and street maintenance	164,400	(12,839)	22,764
Sidewalk and boulevard maintenance	8,000	-	-
Ditches and road drainage	-	4,882	227
Street lighting	6,000	5,822	5,713
Workshop	5,000	-	281
	<u>183,400</u>	<u>(2,135)</u>	<u>28,985</u>
Environmental health			
Waste collection and disposal	-	278	-
Recycling	300	404	290
	<u>300</u>	<u>682</u>	<u>290</u>
Regional planning and development			
Urban renewal	800	634	-
Beautification and land rehabilitation	500	-	-
	<u>1,300</u>	<u>634</u>	<u>-</u>
Recreation and culture			
Parks and playgrounds	500	7,000	4,536
TOTAL EXPENSES	<u>186,700</u>	<u>7,381</u>	<u>33,811</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>(117,001)</u>	<u>62,318</u>	<u>22,436</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR	<u>112,658</u>	<u>112,658</u>	<u>90,222</u>
UNEXPENDED BALANCE, END OF YEAR	<u>(4,343)</u>	<u>174,976</u>	<u>112,658</u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF SOMERSET		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
Taxation	383,806	383,806	366,923
Grant in aid	24,872	24,872	24,872
Other revenue	4,700	20,838	5,037
	<u>413,378</u>	<u>429,516</u>	<u>396,832</u>
EXPENSES			
General government			
Indemnities	8,600	8,190	7,920
Other general government	51,502	67,533	62,081
	<u>60,102</u>	<u>75,723</u>	<u>70,001</u>
Transportation			
Road and street maintenance	183,100	236,089	109,981
Sidewalk and boulevard maintenance	25,000	13,647	14,233
Street lighting	17,500	13,049	13,975
Workshop	3,000	2,625	2,625
	<u>228,600</u>	<u>265,410</u>	<u>140,814</u>
Environmental health			
Waste collection and disposal	16,000	7,241	14,300
Regional planning and development			
Urban renewal	7,500	7,500	-
Beautification and land rehabilitation	1,500	898	568
	<u>9,000</u>	<u>8,398</u>	<u>568</u>
Recreation and culture			
Community centres and halls	-	31,223	20,729
Parks and playgrounds	23,800	23,635	383
Other recreational facilities	11,000	7,885	-
	<u>34,800</u>	<u>62,743</u>	<u>21,112</u>
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	-	84,872	54,872
TOTAL EXPENSES	<u>348,502</u>	<u>504,387</u>	<u>301,667</u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF SOMERSET		
	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	64,876	(74,871)	95,165
UNEXPENDED BALANCE, BEGINNING OF YEAR	381,665	381,665	286,500
UNEXPENDED BALANCE, END OF YEAR	446,541	306,794	381,665

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF NOTRE DAME		
	2023 Budget \$	2023 Actual \$	2022 Actual \$
REVENUE			
Taxation	623,590	623,590	595,421
Grant in aid	36,911	36,911	57,916
Other revenue	297,380	58,887	44,178
Transfer from reserves	-	-	19,757
	<u>957,881</u>	<u>719,388</u>	<u>717,272</u>
EXPENSES			
General government			
Indemnities	16,200	12,886	9,807
Other general government	9,600	16,402	4,828
	<u>25,800</u>	<u>29,288</u>	<u>14,635</u>
Transportation			
Road and street maintenance	223,400	200,764	294,593
Sidewalk and boulevard maintenance	12,000	2,778	995
Street lighting	15,000	11,488	14,811
Workshop	20,000	14,944	19,823
	<u>270,400</u>	<u>229,974</u>	<u>330,222</u>
Environmental health			
Waste collection and disposal	40,500	33,221	31,638
Recycling	56,000	54,838	46,772
	<u>96,500</u>	<u>88,059</u>	<u>78,410</u>
Regional planning and development			
Planning and zoning	-	-	2,465
Urban renewal	25,000	-	-
Beautification and land rehabilitation	-	4,552	2,000
Other regional planning and development	-	9,000	20,526
	<u>25,000</u>	<u>13,552</u>	<u>24,991</u>
Recreation and culture			
Parks and playgrounds	35,000	34,971	31,387
Other recreational facilities	31,200	31,184	30,638
	<u>66,200</u>	<u>66,155</u>	<u>62,025</u>
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	-	(146,411)	(127,911)
Fire hydrant rentals	5,000	5,000	5,000
	<u>(5,000)</u>	<u>(151,411)</u>	<u>(132,911)</u>

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	LUD OF NOTRE DAME		
	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
TOTAL EXPENSES	488,900	578,439	643,194
EXCESS OF REVENUE OVER EXPENSES	468,981	140,949	74,078
UNEXPENDED BALANCE, BEGINNING OF YEAR	513,253	513,253	439,175
UNEXPENDED BALANCE, END OF YEAR	982,234	654,202	513,253

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2023

	General	St. Leon	Swan Lake	Mariapolis
	\$	\$	\$	\$
CONSOLIDATED ANNUAL SURPLUS <i>(statement 2)</i>	648,392	(19,531)	(88,114)	(5,322)
Elimination of appropriations from reserves	141,623	-	-	-
Elimination of appropriations to reserves	(800,284)	-	-	-
Consolidation of reserve operations	(25,839)	-	-	-
Elimination of controlled entity operations	(364)	-	-	-
Elimination of government partnership operations	(302,290)	-	-	-
Elimination of nominal surplus transfers	20,000	-	-	-
Amortization of tangible capital assets	591,912	17,372	53,591	2,154
Principal portion of long term debt	-	-	(41,423)	-
Change in unexpended CDI funding	-	-	-	-
Acquisitions of capital assets from operating funds	(87,125)	-	-	-
ESTIMATED EXCESS (DEFICIENCY) OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***	<u>186,025</u>	<u>(2,159)</u>	<u>(75,946)</u>	<u>(3,168)</u>

*** Please note that this is an estimate based on the adjustments presented above since it is possible that not every required adjustment for PSAB purposes that is different from and affects the results based on the municipal budget has necessarily been reflected.

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2023

	Somerset	Notre Dame	2023 Total	2022 Total
	\$	\$	\$	\$
CONSOLIDATED ANNUAL SURPLUS <i>(statement 2)</i>	(4,707)	145,639	676,357	31,575
Elimination of appropriations from reserves	-	-	141,623	1,292,191
Elimination of appropriations to reserves	-	-	(800,284)	(739,728)
Consolidation of reserve operations	-	-	(25,839)	(8,495)
Elimination of controlled entity operations	-	-	(364)	(4,225)
Elimination of government partnership operations	-	-	(302,290)	(115,962)
Elimination of nominal surplus transfers	-	-	20,000	-
Amortization of tangible capital assets	23,492	19,210	707,731	733,442
Principal portion of long term debt	(20,724)	(12,550)	(74,697)	(71,558)
Change in unexpended CDI funding	-	-	-	40,909
Acquisitions of capital assets from operating funds	-	(87,460)	(174,585)	(1,011,468)
ESTIMATED EXCESS (DEFICIENCY) OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***	(1,939)	64,839	167,652	146,681

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REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC
