

MUNICIPALITY OF LORNE
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

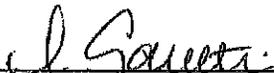
Municipality of Lorne
PO Box 10
Somerset, MB
R0G 2L0

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

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, 2022, and the consolidated statement of operations, cash flows and change in net financial assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of Lorne as at December 31, 2022, and the results of its operations and its consolidated cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the 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 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.

March 12, 2024
Winnipeg, Manitoba

Reid & Miller

Chartered Professional Accountants Inc.

MUNICIPALITY OF LORNE
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

	Page
Consolidated Statement of Financial Position.....	7
Consolidated Statement of Operations.....	8
Consolidated Statement of Net Financial Assets.....	9
Consolidated Statement of Cash Flows.....	10
Notes to the Consolidated Financial Statements.....	11 - 24
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	25
Schedule 2 - Consolidated Schedule of Revenues.....	26
Schedule 3 - Consolidated Schedule of Expenses.....	27 - 28
Schedule 4 - Consolidated Schedule of Operations by Program.....	29 - 30
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results.....	31
Schedule 6 - Schedule of Change in Reserve Fund Balances.....	32 - 34
Schedule 7 - Schedule of Financial Position for Utilities.....	35
Schedule 8 - Schedule of Utility Operations.....	36 - 42
Schedule 9 - Reconciliation of the Financial Plan to the Budget.....	43
Schedule 10 - Analysis of Taxes on Roll.....	44
Schedule 11 - Analysis of Tax Levy.....	45
Schedule 12 - Schedule of General Operating Fund Expenses.....	46
Schedule 13 - Schedule of L.U.D. Operations.....	48 - 57
Schedule 14 - Estimated Reconciliation of Annual Surplus.....	58 - 59

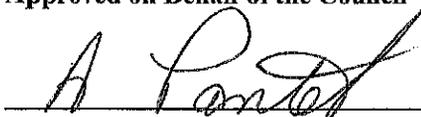
MUNICIPALITY OF LORNE

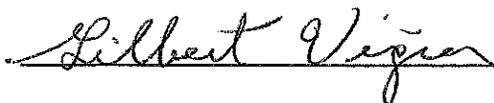
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2022

	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS		
Cash and temporary investments	4,793,514	6,583,601
Accounts receivable (note 3)	1,413,357	1,053,217
Portfolio investments (note 4)	391,860	399,225
	<u>6,598,731</u>	<u>8,036,043</u>
LIABILITIES		
Accounts payable and accrued liabilities (note 6)	873,864	1,692,493
Deferred revenue (note 7)	1,860,446	1,817,620
Long-term debt (note 8)	1,601,367	1,761,675
	<u>4,335,677</u>	<u>5,271,788</u>
NET FINANCIAL ASSETS	<u>2,263,054</u>	<u>2,764,255</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (schedule 1)	15,063,773	14,540,082
Inventories (note 5)	7,976	7,926
Prepaid expenses	64,598	55,563
	<u>15,136,347</u>	<u>14,603,571</u>
ACCUMULATED SURPLUS (note 17)	<u>17,399,401</u>	<u>17,367,826</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, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Property taxes	4,262,933	4,257,350	4,090,684
Grants in lieu of taxation	18,967	18,967	18,769
User fees	261,996	833,431	783,409
Grants - Province of Manitoba	355,086	367,468	366,476
Grants - Other	209,495	401,985	525,533
Permits, licences and fees	39,126	40,940	48,786
Investment revenue	22,344	23,562	14,140
Other revenue	109,095	207,960	272,814
Water and sewer	595,915	686,569	623,282
Total revenue (<i>schedules 2, 4 and 5</i>)	<u>5,874,957</u>	<u>6,838,232</u>	<u>6,743,893</u>
EXPENSES			
General government services	878,831	846,653	777,163
Protective services	338,279	285,445	341,357
Transportation services	3,032,341	2,894,675	2,620,449
Environmental health services	278,496	324,958	332,156
Public health and welfare services	8,590	8,590	13,807
Regional planning and development	192,002	230,210	173,082
Resource conservation and industrial development	370,344	879,579	832,911
Recreation and cultural services	541,526	519,974	523,192
Water and sewer	653,831	816,573	693,952
Total expenses (<i>schedules 3, 4 and 5</i>)	<u>6,294,240</u>	<u>6,806,657</u>	<u>6,308,069</u>
ANNUAL SURPLUS	(419,283)	31,575	435,824
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>17,367,826</u>	<u>17,367,826</u>	<u>16,932,002</u>
ACCUMULATED SURPLUS, END OF YEAR	<u><u>16,948,543</u></u>	<u><u>17,399,401</u></u>	<u><u>17,367,826</u></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, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
ANNUAL SURPLUS	<u>(419,283)</u>	<u>31,575</u>	435,824
Acquisition of tangible capital assets	-	(2,119,691)	(847,860)
Proceeds on disposal of tangible capital assets	-	745,432	57,468
Amortization of tangible capital assets	734,510	905,964	864,668
Gain on sale of tangible capital assets	-	(55,396)	(55,668)
Increase in inventories	-	(50)	(102)
Decrease (increase) in prepaid expense	-	(9,035)	6,247
CHANGE IN SURPLUS (DEFICIT)	315,227	(501,201)	460,577
NET FINANCIAL ASSETS BEGINNING OF YEAR	<u>2,764,255</u>	<u>2,764,255</u>	<u>2,303,678</u>
NET FINANCIAL ASSETS END OF YEAR	<u>3,079,482</u>	<u>2,263,054</u>	<u>2,764,255</u>

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, 2022

	2022 Actual \$	2021 Actual \$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus	31,575	435,824
Changes in non-cash items:		
Amortization	905,964	864,668
Gain on disposal of tangible capital assets	<u>(55,396)</u>	<u>(55,668)</u>
	882,143	1,244,824
Net changes in non-cash working capital affecting operations <i>(note 21)</i>	<u>(1,145,028)</u>	889,225
	<u>(262,885)</u>	2,134,049
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	745,432	57,468
Cash used to acquire tangible capital assets	<u>(2,119,691)</u>	<u>(847,860)</u>
	<u>(1,374,259)</u>	<u>(790,392)</u>
INVESTING		
Purchase of portfolio investments	-	(63,345)
Proceeds on sale of portfolio investments	7,365	-
	<u>7,365</u>	<u>(63,345)</u>
FINANCING		
Reduction in long-term debt	<u>(160,308)</u>	<u>(85,394)</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	(1,790,087)	1,194,918
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>6,583,601</u>	<u>5,388,683</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>4,793,514</u></u>	<u><u>6,583,601</u></u>
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash and temporary investments	4,369,878	5,278,812
Temporary investments	5,940	5,940
Externally restricted cash	<u>417,696</u>	<u>1,298,849</u>
	<u><u>4,793,514</u></u>	<u><u>6,583,601</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, 2022

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, 2022

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>2022</u>	<u>2021</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.

c) CASH AND TEMPORARY INVESTMENTS

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

d) INVESTMENTS

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

Portfolio investments are accounted for at cost.

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

e) 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.

f) 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.

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 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 interest charges as part of the cost of its tangible capital assets.

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, 2022

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.

k) 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, stipulations 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 stipulations an equivalent amount of revenue is recognized as the liability is settled.

Unearned revenue represents user charges 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.

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

I) 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.

3. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	<u>2022</u>	<u>2021</u>
	\$	\$
Tax assets (<i>schedule 10</i>)	411,611	342,331
Government grants and receivables	731,361	456,810
Utility customers	141,191	130,567
Accrued interest	8,825	1,098
Organizations and individuals	145,066	149,796
	<u>1,438,054</u>	<u>1,080,602</u>
Allowance for doubtful accounts	<u>(24,697)</u>	<u>(27,385)</u>
	<u>1,413,357</u>	<u>1,053,217</u>

4. PORTFOLIO INVESTMENTS

	<u>2022</u>	<u>2021</u>
	\$	\$
Marketable securities		
Other securities	391,860	399,225

5. INVENTORIES

	<u>2022</u>	<u>2021</u>
	\$	\$
Fuel	6,525	4,244
Culverts	1,451	3,682
	<u>7,976</u>	<u>7,926</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2022</u>	<u>2021</u>
	\$	\$
Trade payables	240,209	162,640
Government payables	42,079	33,207
Accrued expenses	496,831	412,385
School levies	-	1,045,504
Debentures levied in advance	94,745	38,757
	<u>873,864</u>	<u>1,692,493</u>

7. DEFERRED REVENUE

	<u>2022</u>	<u>2021</u>
	\$	\$
Community Development funds, unexpended balance	290,636	249,727
Long-term security deposits and other deferred revenue	1,569,810	1,567,893
	<u>1,860,446</u>	<u>1,817,620</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

8. LONG-TERM DEBT

	<u>2022</u>	<u>2021</u>
	\$	\$
General Authority:		
Government partnership: Lourdeon Community Development Corporation: Mortgage payable in monthly instalments \$3,270 and \$7,882, including interest at 3.29% and 2.85% respectfully.	1,146,599	1,235,349
	<u>1,146,599</u>	<u>1,235,349</u>
Utility Funds:		
Municipal debenture payable in annual instalments of \$25,705 including interest at 3.125%, due December 31, 2029.	159,399	179,496
Municipal debenture payable in annual instalments of \$55,988 including interest at 5.150%, due December 31, 2028.	282,819	322,213
Municipal debenture payable in annual instalments of \$13,052 including interest at 4.000%, due December 31, 2023.	12,550	24,617
	<u>454,768</u>	<u>526,326</u>
	<u>1,601,367</u>	<u>1,761,675</u>

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

2023	164,800
2024	155,900
2025	152,100
2026	130,600
2027	135,900

9. DEBT CHARGES - FRONTAGE

<u>Purpose and By-law</u>	<u>2022</u>	<u>2021</u>
	Levy	Levy
Swan Lake Lagoon	\$ 55,226	\$ 55,226
	<u>55,226</u>	<u>55,226</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

10. DEBT CHARGES - L.I.D.

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>2022 Mill Rate</u>	<u>Levy</u>	<u>2021 Levy</u>
			\$	\$
Lagoon Repair By-law 92/13	34,349,970	0.364	12,867	12,851
Somerset Water lines 0004/15	12,045,950	0.255	3,072	3,073
			<u>15,939</u>	<u>15,924</u>

11. SPECIAL LEVIES

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>2022 Mill Rate</u>	<u>Levy</u>	<u>2021 Levy</u>
			\$	\$
Somerset Hall - B/L 0036-19	61,294,120	0.326	19,982	20,016
Somerset Rink - B/L 0037-19	61,294,120	0.245	15,017	15,012
Somerset Curling Rink - B/L 0038-19	61,294,120	0.057	3,494	3,479
Swan Lake Rink - B/L 0039-19	69,538,420	0.359	24,964	25,009
Swan Lake Hall - B/L 0040-19	69,538,420	0.158	10,987	11,015
Cypress Rink - B/L 0041-19	18,356,740	0.136	2,497	2,503
Cypress Hall - B/L 0042-19	18,356,740	0.163	2,992	2,993
Bruxelles Rink - B/L 0043-19	38,714,600	0.081	3,136	3,114
Bruxelles Hall - B/L 0044-19	36,519,760	0.109	3,981	3,987
Altamont Hall - B/L 0046-19	31,211,640	0.160	4,994	4,978
Mariapolis Rink - B/L 0047-19	27,852,800	0.038	1,058	1,052
Notre Dame Hall - B/L 0048-19	50,141,060	0.160	8,023	7,989
Notre Dame Arena - B/L 0064-21	50,159,780	0.255	12,791	12,788
St Leon Recreation - B/L 0045-19	27,791,370	0.252	7,003	7,007
St Alphonse Hall - B/L 0049-19	31,344,860	0.096	3,009	2,985
Altamont Services - B/L 1761-13			-	2,700
Notre Dame Services B/L 0024-17			143,500	143,500
Notre Dame Services B/L 27-17	32,773,650	3.050	99,960	92,020
			<u>367,388</u>	<u>362,147</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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 2021 by the municipality on behalf of its employees are expected to be \$59,139 (2020 - \$67,898) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2020 indicated the plan was 96.7% funded on a going concern basis and had an unfunded solvency liability of \$333.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2020.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency 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, 2022

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*.

The budget numbers are unaudited and, accordingly, I express no assurance in respect 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, 2022

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>2022</u>	<u>2021</u>
	\$	\$
Financial Position		
Financial Assets	2,190,816	1,955,543
Liabilities	<u>3,043,088</u>	<u>3,113,868</u>
	(852,272)	(1,158,325)
Non-financial Assets	<u>5,109,097</u>	<u>5,287,714</u>
Accumulated Surplus	<u><u>4,256,825</u></u>	<u><u>4,129,389</u></u>
Result of Operations		
Revenue	1,020,769	1,034,425
Expenses	<u>893,334</u>	<u>928,192</u>
Annual Surplus	<u><u>127,435</u></u>	<u><u>106,233</u></u>

17. ACCUMULATED SURPLUS

	<u>2022</u>	<u>2021</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Deficit, excluding Tangible Capital Assets	(522,725)	(134,918)
Utility Operating Funds - Nominal Surplus (Deficit), excluding Tangible Capital Assets	28,940	(42,270)
General Operating Tangible Capital Assets, net of related borrowings	7,027,066	6,269,026
Tangible Capital Assets, net of related borrowings	2,832,952	2,819,038
Reserve Funds	<u>3,890,142</u>	<u>4,434,110</u>
Accumulated surplus of municipality unconsolidated	<u>13,256,375</u>	<u>13,344,986</u>
Accumulated surpluses of consolidated controlled entities	318,568	314,343
Accumulated surpluses of consolidated government partnerships	<u>3,824,458</u>	<u>3,708,497</u>
Accumulated Surplus per Statement of Financial Position	<u><u>17,399,401</u></u>	<u><u>17,367,826</u></u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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	<u>50,659</u>	<u>1,124</u>	<u>51,783</u>

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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 \$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 \$111,438 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$75,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Aurel Pantel	19,122	2,352	21,474
Roger Lesage	19,076	4,225	23,301
Daniel Hacault	16,253	2,005	18,258
Lindsay Ketsman	16,015	1,645	17,660
Gilbert Vigier	18,840	4,324	23,164
Denis Savard	4,632	420	5,052
Gilber Mabon	2,974	666	3,640
Denis Bibault	14,526	901	15,427
	<u>111,438</u>	<u>16,538</u>	<u>127,976</u>

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

Name	Position	Amount
Shannon Gaultier	Chief Administrative Officer	101,180
Denis Lesage	Public Works	83,419
Aime Piche	Public Works	80,298
Shawn Michiels	Public Works	76,174

MUNICIPALITY OF LORNE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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			Unamortized
Description of Utility	Opening Balance	Additions During Year	Amortization During Year	Ending Balance
Notre Dame	157,038	-	3,414	153,624

Sewer Services:	Unamortized			Unamortized
Description of Utility	Opening Balance	Additions During Year	Amortization During Year	Ending Balance
Swan Lake	912,045	-	23,386	888,659

21. CHANGES IN WORKING CAPITAL

	2022	2021
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	(360,140)	135,300
Inventories	(50)	(102)
Prepaid expenses	(9,035)	6,247
Accounts payable and accrued liabilities	(818,629)	332,020
Deferred revenue	42,826	415,760
	<u>(1,145,028)</u>	<u>889,225</u>

MUNICIPALITY OF LORNE

Schedule 1

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2022

	General Capital Assets				Infrastructure				2022	2021
	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	Actual	Actual
Cost										
Balance, beginning of year	1,890,539	16,030,573	5,319,188	124,354	-	17,275,185	6,323,193	535,262	47,498,294	46,676,386
Asset purchases	10,503	-	2,051,436	468	-	-	571,644	(514,360)	2,119,691	847,860
Disposals and write downs	-	-	1,147,918	110	-	-	-	-	1,148,028	25,952
Balance, end 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
Accumulated Amortization										
Balance, beginning of year	1,238,471	10,433,607	3,370,956	117,708	-	14,284,379	3,513,091	-	32,958,212	32,117,696
Amortization	18,864	225,935	353,309	2,707	-	190,221	114,928	-	905,964	864,668
Disposals and write downs	-	-	457,882	110	-	-	-	-	457,992	24,152
Balance, end 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
Net book value	643,707	5,371,031	2,956,323	4,407	-	2,800,585	3,266,818	20,902	15,063,773	14,540,082

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
PROPERTY TAXES			
Municipal taxes levied (<i>schedule 11</i>)	4,212,933	4,212,957	4,002,676
Taxes added	50,000	44,393	88,008
	<u>4,262,933</u>	<u>4,257,350</u>	<u>4,090,684</u>
GRANTS IN LIEU OF TAXATION			
Provincial government	1,145	1,145	1,071
Provincial government enterprises	17,822	17,822	17,698
	<u>18,967</u>	<u>18,967</u>	<u>18,769</u>
USER FEES			
Sales of service	165,544	310,840	293,437
Sales of goods	21,252	21,252	965
Rentals	75,200	501,339	489,007
	<u>261,996</u>	<u>833,431</u>	<u>783,409</u>
GRANTS - PROVINCE OF MANITOBA			
General support grant	233,364	244,393	249,395
Conditional grants	121,646	119,991	97,005
Other provincial grant	76	3,084	20,076
	<u>355,086</u>	<u>367,468</u>	<u>366,476</u>
GRANTS - OTHER			
Federal government - gas tax funding	170,073	171,095	334,751
Federal government - other	-	85,279	42,196
Other local governments	39,422	124,018	127,121
Other grant	-	21,593	21,465
	<u>209,495</u>	<u>401,985</u>	<u>525,533</u>
PERMITS, LICENCES AND FEES			
Permits	38,906	40,830	48,566
Licences	220	110	220
	<u>39,126</u>	<u>40,940</u>	<u>48,786</u>
INVESTMENT REVENUE			
Interest	22,344	23,562	14,140
OTHER REVENUE			
Gain on sale of tangible capital assets	-	55,396	55,668
Miscellaneous	75,376	107,032	159,392
Penalties and interest	30,000	43,483	53,149
Donations	3,719	2,049	4,605
	<u>109,095</u>	<u>207,960</u>	<u>272,814</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	595,915	686,569	623,282
TOTAL REVENUE	<u><u>5,874,957</u></u>	<u><u>6,838,232</u></u>	<u><u>6,743,893</u></u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	186,870	167,433	156,694
General administrative	639,686	611,908	573,194
Other	52,275	67,312	47,275
	<u>878,831</u>	<u>846,653</u>	<u>777,163</u>
PROTECTIVE SERVICES			
Fire	310,579	255,848	311,345
Emergency measures	26,500	28,397	28,382
Other protective services	-	-	39
By-law enforcement	1,200	1,200	1,591
	<u>338,279</u>	<u>285,445</u>	<u>341,357</u>
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	28,000	23,808	22,524
Road and street maintenance	2,819,791	2,717,100	2,415,787
Bridge maintenance	4,000	1,134	7,684
Sidewalk and boulevard maintenance	33,900	15,228	51,759
Street lighting	55,000	52,227	47,596
Workshop	91,650	85,178	75,099
	<u>3,032,341</u>	<u>2,894,675</u>	<u>2,620,449</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	225,796	226,804	231,196
Recycling	49,700	92,851	89,024
Lagoons and wells	3,000	5,303	11,936
	<u>278,496</u>	<u>324,958</u>	<u>332,156</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	6,532	6,532	11,749
Social assistance	2,058	2,058	2,058
	<u>8,590</u>	<u>8,590</u>	<u>13,807</u>
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	146,102	134,558	140,226
Urban renewal	9,600	9,000	9,000
Beautification and land rehabilitation	33,800	77,926	22,513
Urban area weed control	500	-	368
Other	2,000	8,726	975
	<u>192,002</u>	<u>230,210</u>	<u>173,082</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	62,954	147,521	132,887
Veterinary services	23,512	23,512	23,051
Water resources and conservation	21,378	21,290	21,380
Regional development	262,500	687,256	655,593
	<u>370,344</u>	<u>879,579</u>	<u>832,911</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
RECREATION AND CULTURAL SERVICES			
Administration	75,960	86,989	73,826
Community centers and halls	151,029	197,250	167,610
Skating and curling rinks	72,486	62,983	58,999
Parks and playgrounds	84,200	41,478	45,645
Other recreational facilities	63,550	51,799	108,705
Museums	9,500	9,688	8,759
Libraries	84,801	69,787	59,648
	<u>541,526</u>	<u>519,974</u>	<u>523,192</u>
WATER AND SEWER			
Municipal utilities (<i>schedule 8</i>)	<u>653,831</u>	<u>816,573</u>	<u>693,952</u>
TOTAL EXPENSES	<u><u>6,294,240</u></u>	<u><u>6,806,657</u></u>	<u><u>6,308,069</u></u>

MUNICIPALITY OF LORNE

Schedule 4

CONSOLIDATED SCHEDULE 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	4,257,350	4,090,684	-	-	-	-	-	-	-	-
Grants in lieu of taxation	18,967	18,769	-	-	-	-	-	-	-	-
User fees	84,283	95,905	1,125	55,309	123,219	77,567	68,711	67,593	-	-
Prov of MB - unconditional grants	244,428	249,471	-	-	-	-	-	-	-	-
Prov of MB - conditional grants	55,297	10,000	-	-	-	-	-	-	-	-
Grants - Other	255,142	374,173	-	-	-	-	-	-	-	-
Permits, licences and fees	110	220	-	-	-	-	-	-	-	-
Investment revenue	15,499	6,480	-	247	-	795	-	-	-	10
Other revenue	99,472	137,145	-	-	54,463	7,200	140	-	-	-
Water and sewer	(38,757)	(94,745)	-	-	-	-	-	-	-	-
Total revenue	4,991,791	4,888,102	1,125	55,556	177,682	85,562	68,851	67,593	-	10
EXPENSES										
Personnel services	435,043	420,132	925	1,225	713,251	606,502	81,287	76,481	-	-
Contract services	106,026	100,871	63,279	64,833	20,008	33,292	109,450	100,917	-	2,058
Utilities	21,234	18,093	27,002	23,811	88,258	68,354	5,593	12,221	-	-
Maintenance materials & supplies	222,146	178,004	94,360	148,492	1,639,191	1,495,434	26,196	42,427	-	-
Grants & contributions	18,740	25,216	2,730	2,730	-	-	94,936	92,614	2,058	5,000
Amortization	45,306	44,027	97,149	100,266	433,967	416,867	7,496	7,496	6,532	6,749
Interest on long term debt	775	383	-	-	-	-	-	-	-	-
Bad debts expense	(2,617)	(9,563)	-	-	-	-	-	-	-	-
Other operating expense	-	-	-	-	-	-	-	-	-	-
Total expenses	846,653	777,163	285,445	341,357	2,894,675	2,620,449	324,958	332,156	8,590	13,807
SURPLUS (DEFICIT)	4,145,138	4,110,939	(284,320)	(285,801)	(2,716,993)	(2,534,887)	(256,107)	(264,563)	(8,590)	(13,797)

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

MUNICIPALITY OF LORNE

Schedule 4

CONSOLIDATED SCHEDULE 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	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE										
Property taxes	-	-	-	-	-	-	-	-	4,257,350	4,090,684
Grants in lieu of taxation	-	-	-	-	-	-	-	-	18,967	18,769
User fees	-	-	445,264	435,987	110,829	51,048	-	-	833,431	783,409
Prov of MB - unconditional grants	-	-	-	-	3,049	20,000	-	-	247,477	269,471
Prov of MB - conditional grants	6,897	9,527	1,004	1,501	56,793	75,977	-	-	119,991	97,005
Grants - Other	-	-	144,621	134,573	2,222	16,787	-	-	401,985	525,533
Permits, licences and fees	40,830	48,566	-	-	-	-	-	-	40,940	48,786
Investment revenue	8,063	6,593	-	5	-	10	-	-	23,562	14,140
Other revenue	-	-	42,727	93,566	11,158	34,903	-	-	207,960	272,814
Water and sewer	-	-	-	-	-	-	686,569	623,282	686,569	623,282
Total revenue	55,790	64,686	633,616	665,632	184,051	198,725	686,569	623,282	6,838,232	6,743,893
EXPENSES										
Personnel services	64,126	59,941	116,156	122,284	123,657	114,449	245,413	205,398	1,779,858	1,606,412
Contract services	15,049	9,465	1,590	1,464	64,131	66,516	417,542	334,787	797,075	714,203
Utilities	-	-	1,050	1,005	35,577	56,550	15,218	26,145	193,932	206,179
Maintenance materials & supplies	111,339	71,504	582,959	537,521	115,642	129,655	-	-	2,791,833	2,603,037
Grants & contributions	30,410	30,410	17,754	22,145	141,011	115,355	-	-	307,639	293,470
Amortization	560	187	160,070	148,492	39,956	39,526	114,928	101,058	905,964	864,668
Interest on long term debt	-	-	-	-	-	-	23,188	26,190	23,963	26,573
Bad debts expense	-	-	-	-	-	1,141	-	-	(2,617)	(8,422)
Other operating expense	8,726	1,575	-	-	-	-	284	374	9,010	1,949
Total expenses	230,210	173,082	879,879	832,911	519,974	523,192	816,573	693,952	6,806,657	6,308,069
SURPLUS (DEFICIT)	(174,420)	(108,396)	(245,963)	(167,279)	(335,923)	(324,467)	(130,004)	(70,670)	31,575	435,824

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

MUNICIPALITY OF LORNE

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	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE								
Property taxes	4,257,350	4,090,684	-	-	-	-	4,257,350	4,090,684
Grants in lieu of taxation	18,967	18,769	-	-	-	-	18,967	18,769
User fees	290,093	303,391	28,076	17,287	515,262	462,731	833,431	783,409
Prov of MB - unconditional grants	244,428	249,471	3,049	20,000	-	-	247,477	269,471
Prov of MB - conditional grants	55,297	10,000	56,793	75,977	7,901	11,028	119,991	97,005
Grants - Other	215,720	334,751	2,000	2,290	184,265	188,492	401,985	525,533
Permits, licences and fees	130	230	-	-	40,810	48,556	40,940	48,786
Investment revenue	15,499	7,532	-	5	8,063	6,603	23,562	14,140
Other revenue	154,075	144,345	8,733	30,189	45,152	98,280	207,960	272,814
Water and sewer	686,569	623,282	-	-	-	-	686,569	623,282
Total revenue	5,938,128	5,782,455	98,651	145,748	801,453	815,690	6,838,232	6,743,893
EXPENSES								
Personnel services	1,495,030	1,332,367	84,078	79,104	200,750	194,941	1,779,858	1,606,412
Contract services	765,704	678,874	12,723	16,836	18,648	18,493	797,075	714,203
Utilities	161,396	151,469	1,489	27,536	31,047	27,174	193,932	206,179
Maintenance materials & supplies	2,396,448	2,110,437	68,181	99,190	327,204	393,410	2,791,833	2,603,037
Grants & contributions	444,364	496,131	(73,798)	(132,584)	(62,927)	(70,077)	307,639	293,470
Amortization	733,442	703,914	1,753	1,089	170,769	159,665	905,964	864,668
Interest on long term debt	23,963	26,573	-	-	-	-	23,963	26,573
Bad debts expense	(2,617)	(9,563)	-	1,141	-	-	(2,617)	(8,422)
Other operating expense	9,010	1,949	-	-	-	-	9,010	1,949
Total expenses	6,026,740	5,492,151	94,426	92,312	685,491	723,606	6,806,657	6,308,069
SURPLUS (DEFICIT)	(88,612)	290,304	4,225	53,436	115,962	92,084	31,575	435,824

MUNICIPALITY OF LORNE

Schedule 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	General Reserve	Machinery Replacement Reserve	Fire Equipment Reserve	Bridge Reserve	Gas Tax Reserve	Recreation Reserve	Office Reserve
	\$	\$	\$	\$	\$	\$	\$
FINANCIAL ASSETS							
Cash and temporary investments	215,730	-	-	-	417,696	-	-
Accounts receivable	1,615	-	-	-	-	-	-
Due from other funds	176,274	122,487	523,909	177,098	1,162,616	96,660	23,189
	<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>
REVENUE							
Investment revenue	2,653	-	-	-	5,512	-	-
TRANSFERS							
Transfers from (to) operating fund	(22,350)	(603,095)	140,000	20,000	(198,651)	10,000	5,000
Transfers from (to) utility fund	-	-	-	-	-	-	-
	<u>(22,350)</u>	<u>(603,095)</u>	<u>140,000</u>	<u>20,000</u>	<u>(198,651)</u>	<u>10,000</u>	<u>5,000</u>
CHANGE IN FUND BALANCES	(19,697)	(603,095)	140,000	20,000	(193,139)	10,000	5,000
FUND SURPLUS, BEGINNING OF YEAR	413,316	725,582	383,909	157,098	1,773,451	86,660	18,189
FUND SURPLUS, END 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>

MUNICIPALITY OF LORNE

Schedule 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	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	-	-	-	-	-	117,057	-
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	10,227	8	27,972	26,633	8,127	183,139	524,705
	<u>10,227</u>	<u>8</u>	<u>27,972</u>	<u>26,633</u>	<u>8,127</u>	<u>300,196</u>	<u>524,705</u>
REVENUE							
Investment revenue	-	-	-	-	-	330	-
TRANSFERS							
Transfers from (to) operating fund	-	-	-	-	-	48,338	66,000
Transfers from (to) utility fund	-	-	-	(17,705)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,705)</u>	<u>-</u>	<u>48,338</u>	<u>66,000</u>
CHANGE IN FUND BALANCES	-	-	-	(17,705)	-	48,668	66,000
FUND SURPLUS, BEGINNING OF YEAR	10,227	8	27,972	44,338	8,127	251,528	458,705
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>300,196</u>	<u>524,705</u>

MUNICIPALITY OF LORNE

Schedule 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS		
Cash and temporary investments	750,483	1,653,497
Accounts receivable	1,615	1,098
Due from other funds	<u>3,138,044</u>	<u>2,779,515</u>
	<u>3,890,142</u>	<u>4,434,110</u>
REVENUE		
Investment revenue	<u>8,495</u>	<u>7,532</u>
TRANSFERS		
Transfers from (to) operating fund	(534,758)	721,687
Transfers from (to) utility fund	<u>(17,705)</u>	<u>-</u>
	<u>(552,463)</u>	<u>721,687</u>
CHANGE IN FUND BALANCES	(543,968)	729,219
FUND SURPLUS, BEGINNING OF YEAR	<u>4,434,110</u>	<u>3,704,891</u>
FUND SURPLUS, END OF YEAR	<u>3,890,142</u>	<u>4,434,110</u>

MUNICIPALITY OF LORNE

Schedule 7

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2022

	St. Leon \$	Swan Lake \$	Mariapolis \$	Somerset \$	Notre Dame \$	2022 Actual \$	2021 Actual \$
FINANCIAL ASSETS							
Accounts receivable (note 3)	8,451	17,031	2,809	27,741	85,159	141,191	130,567
Due from other funds	156,222	-	-	364,834	-	521,056	526,430
	<u>164,673</u>	<u>17,031</u>	<u>2,809</u>	<u>392,575</u>	<u>85,159</u>	<u>662,247</u>	<u>656,997</u>
LIABILITIES							
Accounts payable and accrued liabilities (note 6)	-	3,409	-	-	-	3,409	3,269
Long-term debt (note 8)	-	282,819	-	159,399	12,550	454,768	526,326
Due to other funds	-	242,827	30,510	-	356,562	629,899	695,998
	<u>-</u>	<u>529,055</u>	<u>30,510</u>	<u>159,399</u>	<u>369,112</u>	<u>1,088,076</u>	<u>1,225,593</u>
NON-FINANCIAL ASSETS							
Tangible capital assets (schedule 1)	<u>145,384</u>	<u>1,552,554</u>	<u>3,530</u>	<u>994,272</u>	<u>591,980</u>	<u>3,287,720</u>	<u>3,345,364</u>
FUND SURPLUS (DEFICIT)	<u>310,057</u>	<u>1,040,530</u>	<u>(24,171)</u>	<u>1,227,448</u>	<u>308,027</u>	<u>2,861,891</u>	<u>2,776,768</u>

MUNICIPALITY OF LORNE

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	ST. LEON UTILITY		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
REVENUE			
WATER			
Water fees	26,000	30,426	35,675
SEWER			
Sewer fees	13,200	3,983	-
OTHER REVENUE			
Hydrant rentals	700	700	700
Connection charges	1,400	-	1,400
Penalties	500	533	540
	<u>2,600</u>	<u>1,233</u>	<u>2,640</u>
TOTAL REVENUE	<u>41,800</u>	<u>35,642</u>	<u>38,315</u>
EXPENSES			
GENERAL			
Administration	1,346	1,346	1,346
WATER			
Purification and treatment	8,304	5,322	5,173
Transmission and distribution	10,250	3,861	2,943
	<u>18,554</u>	<u>9,183</u>	<u>8,116</u>
WATER AMORTIZATION AND INTEREST			
Amortization	7,579	7,579	14,570
SEWER			
Collection system costs	16,100	17,138	9,730
Treatment and disposal costs	5,800	243	-
	<u>21,900</u>	<u>17,381</u>	<u>9,730</u>
SEWER AMORTIZATION AND INTEREST			
Amortization	9,792	9,792	2,801
TOTAL EXPENSES	<u>59,171</u>	<u>45,281</u>	<u>36,563</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	(17,371)	(9,639)	1,752
FUND SURPLUS, BEGINNING OF YEAR	<u>319,696</u>	<u>319,696</u>	<u>317,944</u>
FUND SURPLUS, END OF YEAR	<u><u>302,325</u></u>	<u><u>310,057</u></u>	<u><u>319,696</u></u>

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	SWAN LAKE UTILITY		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
WATER			
Water fees	60,000	72,354	81,603
Bulk water fees	175	376	335
	<u>60,175</u>	<u>72,730</u>	<u>81,938</u>
SEWER			
Sewer fees	14,000	4,862	-
	<u>14,000</u>	<u>4,862</u>	<u>-</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	1,100	926	1,082
	<u>3,900</u>	<u>3,726</u>	<u>3,882</u>
TOTAL REVENUE	<u>134,063</u>	<u>137,306</u>	<u>141,808</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	57,500	82,641	72,049
Transmission and distribution	10,004	44,512	54,636
Other water expense	6,500	284	374
	<u>74,004</u>	<u>127,437</u>	<u>127,059</u>
WATER AMORTIZATION AND INTEREST			
Amortization	14,578	14,578	53,407
	<u>14,578</u>	<u>14,578</u>	<u>53,407</u>
SEWER AMORTIZATION AND INTEREST			
Amortization	39,013	39,013	184
Interest on long-term debt	16,594	16,594	18,523
	<u>55,607</u>	<u>55,607</u>	<u>18,707</u>
TOTAL EXPENSES	<u>148,260</u>	<u>201,693</u>	<u>203,244</u>
EXCESS OF EXPENSES OVER REVENUE	(14,197)	(64,387)	(61,436)
FUND SURPLUS, BEGINNING OF YEAR	<u>1,104,917</u>	<u>1,104,917</u>	<u>1,166,353</u>
FUND SURPLUS, END OF YEAR	<u>1,090,720</u>	<u>1,040,530</u>	<u>1,104,917</u>

MUNICIPALITY OF LORNE

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	MARIAPOLIS UTILITY		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
SEWER			
Sewer fees	<u>11,390</u>	<u>11,243</u>	<u>11,182</u>
OTHER REVENUE			
Penalties	150	141	165
TOTAL REVENUE	<u>11,540</u>	<u>11,384</u>	<u>11,347</u>
EXPENSES			
GENERAL			
Administration	<u>504</u>	<u>504</u>	<u>504</u>
WATER			
Transmission and distribution	<u>2,500</u>	<u>11,057</u>	<u>2,121</u>
SEWER			
Collection system costs	8,536	12,025	14,222
SEWER AMORTIZATION AND INTEREST			
Amortization	<u>2,150</u>	<u>2,150</u>	<u>2,150</u>
TOTAL EXPENSES	<u>13,690</u>	<u>25,736</u>	<u>18,997</u>
EXCESS OF EXPENSES OVER REVENUE	(2,150)	(14,352)	(7,650)
FUND SURPLUS, BEGINNING OF YEAR	<u>(9,819)</u>	<u>(9,819)</u>	<u>(2,169)</u>
FUND SURPLUS, END OF YEAR	<u>(11,969)</u>	<u>(24,171)</u>	<u>(9,819)</u>

MUNICIPALITY OF LORNE
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2022

Schedule 8

	SOMERSET UTILITY		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
WATER			
Water fees	65,000	107,854	111,083
Bulk water fees	500	-	15
	<u>65,500</u>	<u>107,854</u>	<u>111,098</u>
SEWER			
Sewer fees	34,000	7,597	-
	<u>34,000</u>	<u>7,597</u>	<u>-</u>
PROPERTY TAXES			
	25,705	25,705	25,705
	<u>25,705</u>	<u>25,705</u>	<u>25,705</u>
OTHER REVENUE			
Hydrant rentals	2,625	2,625	2,625
Penalties	2,000	1,358	1,593
	<u>4,625</u>	<u>3,983</u>	<u>4,218</u>
TOTAL REVENUE	<u>129,830</u>	<u>145,139</u>	<u>141,021</u>
EXPENSES			
GENERAL			
Administration	7,400	7,400	7,400
	<u>7,400</u>	<u>7,400</u>	<u>7,400</u>
WATER			
Purification and treatment	38,856	39,753	19,144
Transmission and distribution	33,200	62,989	46,599
	<u>72,056</u>	<u>102,742</u>	<u>65,743</u>
WATER AMORTIZATION AND INTEREST			
Amortization	16,578	16,578	17,498
Interest on long-term debt	5,609	5,609	6,218
	<u>22,187</u>	<u>22,187</u>	<u>23,716</u>
SEWER			
Collection system costs	5,637	-	-
Treatment and disposal costs	11,032	243	-
	<u>16,669</u>	<u>243</u>	<u>-</u>
SEWER AMORTIZATION AND INTEREST			
Amortization	6,007	6,007	3,702
	<u>6,007</u>	<u>6,007</u>	<u>3,702</u>
TOTAL EXPENSES	<u>124,319</u>	<u>138,579</u>	<u>100,561</u>
EXCESS OF REVENUE OVER EXPENSES	5,511	6,560	40,460

MUNICIPALITY OF LORNE

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	SOMERSET UTILITY		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
TRANSFERS			
Transfers from (to) operating fund	-	-	(22,583)
Transfers from (to) utility fund	-	<u>17,705</u>	-
	-	<u>17,705</u>	<u>22,583</u>
CHANGE IN UTILITY FUND BALANCE	5,511	24,265	63,043
FUND SURPLUS, BEGINNING OF YEAR	<u>1,203,183</u>	<u>1,203,183</u>	<u>1,140,140</u>
FUND SURPLUS, END OF YEAR	<u><u>1,208,694</u></u>	<u><u>1,227,448</u></u>	<u><u>1,203,183</u></u>

MUNICIPALITY OF LORNE

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	NOTRE DAME UTILITY		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
WATER			
Water fees	231,375	247,340	251,784
SEWER			
Sewer fees	88,500	92,205	71,181
PROPERTY TAXES	13,052	13,052	13,052
OTHER REVENUE			
Hydrant rentals	5,000	5,000	5,000
Connection charges	-	942	1,700
Penalties	2,000	2,979	2,361
Other income	9,800	34,337	40,458
	16,800	43,258	49,519
TOTAL REVENUE	373,427	395,855	385,536
EXPENSES			
GENERAL			
Administration	8,700	8,771	8,664
WATER			
Purification and treatment	61,700	63,442	56,872
Transmission and distribution	201,275	273,181	225,076
	262,975	336,623	281,948
WATER AMORTIZATION AND INTEREST			
Amortization	10,095	10,095	2,684
SEWER			
Collection system costs	3,500	3,000	6,223
Treatment and disposal costs	3,000	21,456	3,412
Lift station costs	10,000	15,218	26,145
	16,500	39,674	35,780
SEWER AMORTIZATION AND INTEREST			
Amortization	9,136	9,136	4,062
Interest on long-term debt	985	985	1,449
	10,121	10,121	5,511
TOTAL EXPENSES	308,391	405,284	334,587
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	65,036	(9,429)	50,949

MUNICIPALITY OF LORNE

Schedule 8

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	NOTRE DAME UTILITY		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
TRANSFERS			
Transfers from (to) operating fund	<u>125,000</u>	<u>158,665</u>	<u>49,002</u>
CHANGE IN UTILITY FUND BALANCE	190,036	149,236	99,951
FUND SURPLUS, BEGINNING OF YEAR	<u>158,791</u>	<u>158,791</u>	<u>58,840</u>
FUND SURPLUS, END OF YEAR	<u><u>348,827</u></u>	<u><u>308,027</u></u>	<u><u>158,791</u></u>

MUNICIPALITY OF LORNE

Schedule 9

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2022

	Financial Plan General \$	Financial Plan Utilities \$	Amortization (TCA) \$	Interest Expense \$	Transfers \$	Long Term Accruals \$	Consolidated Entities \$	Government Partnerships \$	PSAB Budget \$
REVENUE									
Property taxes	4,534,370	-	-	-	(271,437)	-	-	-	4,262,933
Grants in lieu of taxation	-	-	-	-	18,967	-	-	-	18,967
User fees	186,350	-	-	-	-	-	11,000	64,646	261,996
Grants - Province of Manitoba	292,440	-	-	-	-	-	56,294	6,352	355,086
Grants - Other	170,073	-	-	-	-	-	-	39,422	209,495
Permits, licences and fees	230	-	-	-	-	-	-	38,896	39,126
Investment revenue	-	-	-	-	-	-	-	22,344	22,344
Other revenue	91,300	-	-	-	-	-	13,985	3,810	109,095
Transfers	550,432	125,000	-	-	152,744	-	-	-	828,176
Water and sewer	(94,745)	690,660	-	-	-	-	-	-	595,915
	<u>5,730,450</u>	<u>815,660</u>	<u>-</u>	<u>-</u>	<u>(99,726)</u>	<u>-</u>	<u>81,279</u>	<u>175,470</u>	<u>6,703,133</u>
EXPENSES									
General government services	832,750	-	45,306	775	-	-	-	-	878,831
Protective services	241,130	-	97,149	-	-	-	-	-	338,279
Transportation services	2,598,374	-	433,967	-	-	-	-	-	3,032,341
Environmental health services	271,000	-	7,496	-	-	-	-	-	278,496
Public health and welfare services	2,058	-	6,532	-	-	-	-	-	8,590
Regional planning and development	84,989	-	-	-	-	-	-	107,013	192,002
Resource conservation and industrial development	370,344	-	-	-	-	-	-	-	370,344
Recreation and cultural services	357,183	-	28,064	-	-	-	92,342	63,937	541,526
Fiscal services	246	-	-	-	(246)	-	-	-	-
Transfers	972,376	237,363	-	-	(381,563)	-	-	-	828,176
Water and sewer	-	578,297	114,928	23,188	(62,582)	-	-	-	653,831
	<u>5,730,450</u>	<u>815,660</u>	<u>733,442</u>	<u>23,963</u>	<u>(444,391)</u>	<u>-</u>	<u>92,342</u>	<u>170,950</u>	<u>7,122,416</u>
SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>	<u>(733,442)</u>	<u>(23,963)</u>	<u>344,665</u>	<u>-</u>	<u>(11,063)</u>	<u>4,520</u>	<u>(419,283)</u>

MUNICIPALITY OF LORNE

Schedule 10

ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2022

	2022 Actual \$	2021 Actual \$
BALANCE, BEGINNING OF YEAR	<u>342,331</u>	<u>466,929</u>
Add:		
Tax Levy (<i>schedule 11</i>)	8,193,123	7,984,575
Taxes added	44,393	88,008
Penalties and interest	43,483	53,149
Other accounts added	<u>43,475</u>	<u>42,098</u>
Sub-total	<u>8,666,805</u>	<u>8,634,759</u>
Deduct:		
Cash collections - current	7,884,780	7,698,688
Cash collections - arrears	144,442	311,242
Cancellations	-	10,571
Tax discounts	-	-
M.P.T.C. - cash advance	<u>225,972</u>	<u>271,927</u>
Sub-total	<u>8,255,194</u>	<u>8,292,428</u>
BALANCE, END OF YEAR	<u><u>411,611</u></u>	<u><u>342,331</u></u>

MUNICIPALITY OF LORNE

Schedule 11

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2022

	Assessment	2022 Mill Rate	Levy	2021 Levy
Other Governments (LUD):				
LUD of Altamont	912,510	17.972	16,400	16,100
LUD of St Leon	3,664,460	12.199	44,703	43,514
LUD of Swan Lake	6,790,070	29.531	200,518	199,494
LUD of Mariapolis	1,947,680	26.185	51,000	49,171
LUD of Somerset	12,045,950	30.007	361,463	361,744
LUD of Notre Dame	27,134,670	12.633	342,792	327,143
			<u>1,016,876</u>	<u>997,166</u>
Debt Charges:				
Frontage (note 9)			55,226	55,226
L.I.D. (note 10)			15,939	15,924
At large			-	-
			<u>71,165</u>	<u>71,150</u>
Other municipal levies:				
General municipal	364,125,160	3.122	1,134,248	1,186,518
Rural area	311,629,820	5.209	1,623,280	1,385,695
Special levy (note 11)			367,388	362,147
			<u>3,124,916</u>	<u>2,934,360</u>
Total municipal taxes (schedule 2)			<u>4,212,957</u>	<u>4,002,676</u>
Education Support Levy	74,742,880	8.713	651,235	656,315
Special levy:				
Prairie Rose School Division	31,295,020	10.398	325,406	325,161
Prairie Spirit School Division	330,311,830	9.093	3,003,525	3,000,423
			<u>3,328,931</u>	<u>3,325,584</u>
Total education taxes			<u>3,980,166</u>	<u>3,981,899</u>
Total tax levy (schedule 10)			<u>8,193,123</u>	<u>7,984,575</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	186,870	167,433	156,694
General administrative	639,686	611,908	573,194
Other	52,275	67,312	47,275
	<u>878,831</u>	<u>846,653</u>	<u>777,163</u>
PROTECTIVE SERVICES			
Fire	310,579	255,848	311,345
Emergency measures	26,500	28,397	28,382
Other protective services	-	-	39
By-law enforcement	1,200	1,200	1,591
	<u>338,279</u>	<u>285,445</u>	<u>341,357</u>
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	28,000	23,808	22,524
Road and street maintenance	2,819,791	2,717,100	2,415,787
Bridge maintenance	4,000	1,134	7,684
Sidewalk and boulevard maintenance	33,900	15,228	51,759
Street lighting	55,000	52,227	47,596
Workshop	91,650	85,178	75,099
	<u>3,032,341</u>	<u>2,894,675</u>	<u>2,620,449</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	225,796	226,804	231,196
Recycling	49,700	92,851	89,024
Lagoons and wells	3,000	5,303	11,936
	<u>278,496</u>	<u>324,958</u>	<u>332,156</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	6,532	6,532	11,749
Social assistance	2,058	2,058	2,058
	<u>8,590</u>	<u>8,590</u>	<u>13,807</u>
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	39,089	42,073	36,067
Urban renewal	9,600	9,000	9,000
Beautification and land rehabilitation	33,800	77,926	22,513
Urban area weed control	500	-	368
Other	2,000	8,726	975
	<u>84,989</u>	<u>137,725</u>	<u>68,923</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	62,954	62,954	56,709
Veterinary services	23,512	23,512	23,051
Water resources and conservation	21,378	21,290	21,380
Regional development	262,500	264,877	156,463
	<u>370,344</u>	<u>372,633</u>	<u>257,603</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
RECREATION AND CULTURAL SERVICES			
Administration	75,960	86,989	73,826
Community centers and halls	54,000	61,000	61,000
Skating and curling rinks	72,486	62,983	63,255
Parks and playgrounds	84,200	41,478	45,645
Other recreational facilities	63,550	51,799	108,705
Museums	9,500	9,688	8,759
Libraries	25,551	25,551	25,551
	<u>385,247</u>	<u>339,488</u>	<u>386,741</u>
TOTAL EXPENSES	<u><u>5,377,117</u></u>	<u><u>5,210,167</u></u>	<u><u>4,798,199</u></u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF ALTAMONT		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Taxation	16,400	16,400	16,100
Other revenue	2,700	5,150	2,700
	<u>19,100</u>	<u>21,550</u>	<u>18,800</u>
EXPENSES			
Transportation			
Road and street maintenance	12,900	9,609	13,961
Street lighting	3,000	3,466	2,900
Workshop	50	500	-
	<u>15,950</u>	<u>13,575</u>	<u>16,861</u>
Regional planning and development			
Beautification and land rehabilitation	-	280	-
Recreation and culture			
Parks and playgrounds	3,000	2,123	1,986
Other recreational facilities	150	432	545
	<u>3,150</u>	<u>2,555</u>	<u>2,531</u>
Other expenses and transfers			
Transfer from (to) L.U.D. reserves	-	22,350	-
TOTAL EXPENSES	<u>19,100</u>	<u>(5,940)</u>	<u>19,392</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>-</u>	<u>27,490</u>	<u>(592)</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR	<u>46,669</u>	<u>46,669</u>	<u>47,261</u>
UNEXPENDED BALANCE, END OF YEAR	<u>46,669</u>	<u>74,159</u>	<u>46,669</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF ST LEON		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Taxation	44,879	44,879	43,686
Other revenue	6,000	6,973	3,133
Transfer from reserves	26,500	26,500	-
	<u>77,379</u>	<u>78,352</u>	<u>46,819</u>
EXPENSES			
General government			
Indemnities	2,400	2,400	2,400
Other general government	2,800	287	1,710
	<u>5,200</u>	<u>2,687</u>	<u>4,110</u>
Transportation			
Road and street maintenance	48,200	51,410	5,627
Sidewalk and boulevard maintenance	-	-	27,264
Street lighting	3,500	3,902	3,243
Workshop	600	325	-
	<u>52,300</u>	<u>55,637</u>	<u>36,134</u>
Environmental health			
Recycling	4,000	319	-
Regional planning and development			
Planning and zoning	3,679	3,679	3,983
Urban renewal	5,000	227	3,101
Beautification and land rehabilitation	-	175	-
	<u>8,679</u>	<u>4,081</u>	<u>7,084</u>
Recreation and culture			
Parks and playgrounds	6,500	7,585	5,500
OTHER EXPENSES AND TRANSFERS			
Fire hydrant rentals	700	700	700
TOTAL EXPENSES	<u>77,379</u>	<u>71,009</u>	<u>53,528</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF ST LEON		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	-	7,343	(6,709)
UNEXPENDED BALANCE, BEGINNING OF YEAR	58,776	58,776	65,485
UNEXPENDED BALANCE, END OF YEAR	58,776	66,119	58,776

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF SWAN LAKE		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
REVENUE			
Taxation	200,515	200,518	199,497
Grant in aid	-	44,625	-
Other revenue	20,000	11,682	12,642
	<u>220,515</u>	<u>256,825</u>	<u>212,139</u>
EXPENSES			
General government			
Indemnities	6,900	6,900	6,900
Other general government	500	115	-
	<u>7,400</u>	<u>7,015</u>	<u>6,900</u>
Transportation			
Road and street maintenance	157,715	116,798	250,257
Sidewalk and boulevard maintenance	600	-	-
Snow and ice removal	3,000	-	-
Street lighting	7,000	7,231	6,066
Workshop	7,900	7,471	4,786
	<u>176,215</u>	<u>131,500</u>	<u>261,109</u>
Environmental health			
Waste collection and disposal	2,500	-	755
Recycling	-	211	-
	<u>2,500</u>	<u>211</u>	<u>755</u>
Regional planning and development			
Planning and zoning	5,000	58,614	4,548
Urban renewal	600	-	-
	<u>5,600</u>	<u>58,614</u>	<u>4,548</u>
Recreation and culture			
Parks and playgrounds	16,000	-	-
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	(10,000)	(10,000)	(175,000)
Fire hydrant rentals	2,800	2,800	2,800
	<u>(12,800)</u>	<u>(12,800)</u>	<u>(177,800)</u>
TOTAL EXPENSES	<u>220,515</u>	<u>210,140</u>	<u>451,112</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF SWAN LAKE		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	-	46,685	(238,973)
UNEXPENDED BALANCE, BEGINNING OF YEAR	60,124	60,124	299,097
UNEXPENDED BALANCE, END OF YEAR	60,124	106,809	60,124

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF MARIAPOLIS		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Taxation	51,000	51,000	49,172
Other revenue	-	5,247	3,241
	<u>51,000</u>	<u>56,247</u>	<u>52,413</u>
EXPENSES			
Transportation			
Road and street maintenance	29,400	22,764	20,400
Sidewalk and boulevard maintenance	6,300	-	-
Ditches and road drainage	-	227	-
Street lighting	6,000	5,713	4,750
Workshop	-	281	428
	<u>41,700</u>	<u>28,985</u>	<u>25,578</u>
Environmental health			
Recycling	300	290	285
Regional planning and development			
Urban renewal	500	-	368
Recreation and culture			
Parks and playgrounds	8,500	4,536	204
TOTAL EXPENSES	<u>51,000</u>	<u>33,811</u>	<u>26,435</u>
EXCESS OF REVENUE OVER EXPENSES	<u>-</u>	<u>22,436</u>	<u>25,978</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR	<u>90,222</u>	<u>90,222</u>	<u>64,244</u>
UNEXPENDED BALANCE, END OF YEAR	<u>90,222</u>	<u>112,658</u>	<u>90,222</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF SOMERSET		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Taxation	366,923	366,923	367,227
Grant in aid	24,872	24,872	-
Other revenue	-	5,037	13,281
	<u>391,795</u>	<u>396,832</u>	<u>380,508</u>
EXPENSES			
General government			
Indemnities	7,920	7,920	7,920
Other general government	62,500	62,081	58,948
	<u>70,420</u>	<u>70,001</u>	<u>66,868</u>
Transportation			
Road and street maintenance	170,500	109,981	142,615
Sidewalk and boulevard maintenance	25,000	14,233	6,734
Street lighting	17,500	13,975	15,503
Workshop	-	2,625	2,625
	<u>213,000</u>	<u>140,814</u>	<u>167,477</u>
Environmental health			
Waste collection and disposal	14,500	14,300	14,450
Regional planning and development			
Beautification and land rehabilitation	1,500	568	499
Recreation and culture			
Community centres and halls	32,500	20,729	20,242
Parks and playgrounds	5,000	383	10,570
Other recreational facilities	-	-	296
	<u>37,500</u>	<u>21,112</u>	<u>31,108</u>
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	(54,875)	(54,872)	(30,000)
TOTAL EXPENSES	<u>391,795</u>	<u>301,667</u>	<u>310,402</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF SOMERSET		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
EXCESS OF REVENUE OVER EXPENSES	-	95,165	70,106
UNEXPENDED BALANCE, BEGINNING OF YEAR	286,500	286,500	216,394
UNEXPENDED BALANCE, END OF YEAR	286,500	381,665	286,500

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2022

	LUD OF NOTRE DAME		
	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Taxation	595,400	595,421	333,273
Grant in aid	95,911	57,916	-
Other revenue	29,600	44,178	38,233
Transfer from reserves	19,100	19,757	-
	<u>740,011</u>	<u>717,272</u>	<u>371,506</u>
EXPENSES			
General government			
Indemnities	9,600	9,807	11,774
Other general government	12,000	4,828	5,819
	<u>21,600</u>	<u>14,635</u>	<u>17,593</u>
Transportation			
Road and street maintenance	144,600	294,593	195,282
Sidewalk and boulevard maintenance	2,000	995	17,761
Street lighting	14,000	14,811	10,291
Workshop	19,000	19,823	10,310
	<u>179,600</u>	<u>330,222</u>	<u>233,644</u>
Environmental health			
Waste collection and disposal	33,700	31,638	27,631
Recycling	45,400	46,772	41,255
	<u>79,100</u>	<u>78,410</u>	<u>68,886</u>
Regional planning and development			
Planning and zoning	-	2,465	-
Beautification and land rehabilitation	5,600	2,000	3,197
Other regional planning and development	20,700	20,526	19,964
	<u>26,300</u>	<u>24,991</u>	<u>23,161</u>
Recreation and culture			
Parks and playgrounds	45,200	31,387	27,589
Other recreational facilities	30,900	30,638	29,815
	<u>76,100</u>	<u>62,025</u>	<u>57,404</u>
OTHER EXPENSES AND TRANSFERS			
Transfer from (to) L.U.D. reserves	(127,911)	(127,911)	(90,701)
Fire hydrant rentals	5,000	5,000	5,000
	<u>(132,911)</u>	<u>(132,911)</u>	<u>(95,701)</u>
TOTAL EXPENSES	<u>515,611</u>	<u>643,194</u>	<u>496,389</u>

MUNICIPALITY OF LORNE
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2022

Schedule 13

	LUD OF NOTRE DAME		
	2022	2022	2021
	Budget	Actual	Actual
	\$	\$	\$
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>224,400</u>	<u>74,078</u>	<u>(124,883)</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR	<u>439,175</u>	<u>439,175</u>	<u>564,058</u>
UNEXPENDED BALANCE, END OF YEAR	<u><u>663,575</u></u>	<u><u>513,253</u></u>	<u><u>439,175</u></u>

MUNICIPALITY OF LORNE

Schedule 14

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2022

	General	St. Leon	Swan Lake	Mariapolis
	\$	\$	\$	\$
CONSOLIDATED ANNUAL SURPLUS (statement 2)	(53,548)	(9,639)	(64,387)	(14,352)
Elimination of appropriations from reserves	1,292,191	-	-	-
Elimination of appropriations to reserves	(757,433)	-	-	-
Consolidation of reserve operations	(8,495)	-	-	-
Elimination of controlled entity operations	(4,225)	-	-	-
Elimination of government partnership operations	(115,962)	-	-	-
Elimination of nominal surplus transfers	-	-	-	-
Amortization of tangible capital assets	618,514	17,371	53,591	2,150
Principal portion of long term debt	-	-	(39,394)	-
Change in unexpended CDI funding	40,909	-	-	-
Acquisitions of capital assets from operating funds	(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***	483	7,732	(50,190)	(12,202)

MUNICIPALITY OF LORNE

Schedule 14

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2022

	Somerset	Notre Dame	2022 Total	2021 Total
	\$	\$	\$	\$
CONSOLIDATED ANNUAL SURPLUS <i>(statement 2)</i>	24,265	149,236	31,575	435,824
Elimination of appropriations from reserves	-	-	1,292,191	271,294
Elimination of appropriations to reserves	17,705	-	(739,728)	(992,981)
Consolidation of reserve operations	-	-	(8,495)	(7,532)
Elimination of controlled entity operations	-	-	(4,225)	(53,436)
Elimination of government partnership operations	-	-	(115,962)	(92,084)
Elimination of nominal surplus transfers	-	-	-	181,709
Amortization of tangible capital assets	22,585	19,231	733,442	703,914
Principal portion of long term debt	(20,097)	(12,067)	(71,558)	(68,553)
Change in unexpended CDI funding	-	-	40,909	58,701
Acquisitions of capital assets from operating funds	-	-	(1,011,468)	(355,915)
ESTIMATED EXCESS (DEFICIENCY) OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***	44,458	156,400	146,681	80,941

R|M

REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC
