

**RURAL MUNICIPALITY OF GIMLI**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2019**

Rural Municipality of Gimli  
Box 1246  
Gimli, Manitoba  
R0C 1B0

## STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of Gimli 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 Consolidated 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 Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.



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Kelly Cosgrove  
ACAO

## **Independent Auditors' Report**

To the Mayor and members of Council of the  
Rural Municipality of Gimli

### **Opinion**

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

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Rural Municipality of Gimli as at December 31, 2019, 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 Rural Municipality of Gimli'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 Rural Municipality of Gimli'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 Rural Municipality of Gimli 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.

September 25, 2020  
Winnipeg, Manitoba

*Reid & Miller*  
Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF GIMLI**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2019**

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**RURAL MUNICIPALITY OF GIMLI**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**As at December 31, 2019**

	<b>2019</b>	2018
	<b>Actual</b>	Actual
	<b>\$</b>	\$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments	<b>16,523,259</b>	12,803,669
Accounts receivable <i>(note 3)</i>	<b>3,539,259</b>	6,023,108
	<b><u>20,062,518</u></b>	<u>18,826,777</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities <i>(note 6)</i>	<b>4,395,516</b>	4,131,830
Deferred revenue <i>(note 7)</i>	<b>1,445,518</b>	1,407,942
Long-term debt <i>(note 8)</i>	<b>13,463,087</b>	14,384,470
	<b><u>19,304,121</u></b>	<u>19,924,242</u>
<b>NET FINANCIAL ASSETS (NET DEBT)</b>	<b><u>758,397</u></b>	<u>(1,097,465)</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets <i>(schedule 1)</i>	<b>68,480,202</b>	66,098,806
Inventories <i>(note 4)</i>	<b>412,756</b>	520,319
Prepaid expenses	<b>191,219</b>	91,691
	<b><u>69,084,177</u></b>	<u>66,710,816</u>
<b>ACCUMULATED SURPLUS <i>(note 19)</i></b>	<b><u>69,842,574</u></b>	<u>65,613,351</u>

**Approved on Behalf of the Council**

\_\_\_\_\_ Mayor

\_\_\_\_\_ Councillor

The accompanying notes are an integral part of these financial statements

**RURAL MUNICIPALITY OF GIMLI****CONSOLIDATED STATEMENT OF OPERATIONS****For the Year Ended December 31, 2019**

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>REVENUE</b>			
Property taxes	8,874,200	8,855,343	8,436,011
Grants in lieu of taxation	118,837	118,837	114,427
User fees	2,172,785	2,662,707	2,963,964
Grants - Province of Manitoba	946,297	942,552	1,071,455
Grants - Other	689,178	736,625	399,033
Permits, licences and fees	105,234	116,020	145,511
Investment revenue	55,000	285,674	228,671
Other revenue	349,520	(25,109)	258,097
Water and sewer	2,031,979	4,127,917	9,723,974
Total revenue ( <i>schedules 2, 4 and 5</i> )	<u>15,343,030</u>	<u>17,820,566</u>	<u>23,341,143</u>
<b>EXPENSES</b>			
General government services	1,731,032	1,332,014	1,229,651
Protective services	1,077,560	1,065,664	1,049,039
Transportation services	4,601,440	3,794,598	4,004,629
Environmental health services	885,475	821,904	851,303
Public health and welfare services	87,773	97,173	90,360
Regional planning and development	143,736	286,031	259,595
Resource conservation and industrial development	1,039,028	1,065,476	1,048,097
Recreation and cultural services	2,218,595	1,923,240	1,740,923
Water and sewer	3,266,875	3,205,243	2,828,047
Total expenses ( <i>schedules 3, 4 and 5</i> )	<u>15,051,514</u>	<u>13,591,343</u>	<u>13,101,644</u>
<b>ANNUAL SURPLUS</b>	291,516	4,229,223	10,239,499
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<u>65,613,351</u>	<u>65,613,351</u>	<u>55,373,852</u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<u><u>65,904,867</u></u>	<u><u>69,842,574</u></u>	<u><u>65,613,351</u></u>

The accompanying notes are an integral part of these financial statements

**RURAL MUNICIPALITY OF GIMLI**  
**CONSOLIDATED STATEMENT OF NET DEBT**  
**For the Year Ended December 31, 2019**

	<b>2019</b>	<b>2019</b>	<b>2018</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>ANNUAL SURPLUS</b>	<b><u>291,516</u></b>	<b><u>4,229,223</u></b>	<b><u>10,239,499</u></b>
Acquisition of tangible capital assets	-	(4,787,577)	(12,937,955)
Proceeds on disposal of tangible capital assets	-	2,964	121,500
Amortization of tangible capital assets	2,120,740	2,143,428	2,024,397
Loss (gain) on sale of tangible capital assets	-	259,789	(50,550)
Decrease in inventories	-	107,563	5,174
Increase in prepaid expense	-	(99,528)	(17,777)
<b>CHANGE IN SURPLUS (DEFICIT)</b>	<b>2,412,256</b>	<b>1,855,862</b>	<b>(615,712)</b>
<b>NET DEBT BEGINNING OF YEAR</b>	<b><u>(1,097,465)</u></b>	<b><u>(1,097,465)</u></b>	<b><u>(481,753)</u></b>
<b>NET FINANCIAL ASSETS (NET DEBT) END OF YEAR</b>	<b><u><u>1,314,791</u></u></b>	<b><u><u>758,397</u></u></b>	<b><u><u>(1,097,465)</u></u></b>

The accompanying notes are an integral part of these financial statements



**RURAL MUNICIPALITY OF GIMLI**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2019**

	<b>2019</b>	2018
	<b>Actual</b>	Actual
	<b>\$</b>	<b>\$</b>
<b>CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES</b>		
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	4,229,223	10,239,499
Changes in non-cash items:		
Amortization	2,143,428	2,024,397
Loss (Gain) on disposal of tangible capital assets	259,789	(50,550)
	<u>6,632,440</u>	<u>12,213,346</u>
Net changes in non-cash working capital affecting operations <i>(note 23)</i>	<u>2,793,146</u>	<u>90,402</u>
	<u>9,425,586</u>	<u>12,303,748</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds from sale of tangible capital assets	2,964	121,500
Cash used to acquire tangible capital assets	(4,787,577)	(12,937,955)
	<u>(4,784,613)</u>	<u>(12,816,455)</u>
<b>FINANCING</b>		
Reduction in long-term debt	<u>(921,383)</u>	<u>(872,467)</u>
<b>INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS</b>	<b>3,719,590</b>	<b>(1,385,174)</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<u><b>12,803,669</b></u>	<u>14,188,843</u>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<u><u><b>16,523,259</b></u></u>	<u><u>12,803,669</u></u>

The accompanying notes are an integral part of these financial statements

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

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### 1. STATUS OF THE RURAL MUNICIPALITY OF GIMLI

The incorporated Rural Municipality of Gimli is a municipal government that was created on August 15, 1881 pursuant to the Manitoba Municipal Act. 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 two 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 generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following significant accounting policies:

#### 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:

Gimli Community Development Corporation

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

	Consolidated	
	<u>2019</u>	<u>2018</u>
East Interlake Planning District	59.85 %	59.85 %
Evergreen Regional Library	56.13 %	56.13 %
Eastern Interlake Handi-van Inc.	61.91 %	61.91 %

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

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

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

### **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.

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

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### 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 internal finance 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	5 to 20 years
Computer hardware and software	4 to 10 years

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

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### 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.

Inventory is valued at first in first out basis.

**k) REVENUE RECOGNITION**

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the consolidated 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.

**l) MEASUREMENT UNCERTAINTY**

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts are unknown at the time the consolidated 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 consolidated 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 consolidated 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.

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

### 3. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	<u>2019</u>	<u>2018</u>
	\$	\$
Tax assets ( <i>schedule 10</i> )	1,603,700	1,342,959
Government grants and receivables	1,249,687	4,035,430
Utility customers	386,470	358,127
Organizations and individuals	351,478	390,224
Other governments	-	29,352
	<u>3,591,335</u>	<u>6,156,092</u>
Allowance for doubtful accounts	<u>(52,076)</u>	<u>(132,984)</u>
	<u><u>3,539,259</u></u>	<u><u>6,023,108</u></u>

### 4. INVENTORIES

	<u>2019</u>	<u>2018</u>
	\$	\$
Gravel	67,781	75,341
Culverts	93,344	86,573
Fuel	60,836	54,171
Grader blades and shop supplies	38,581	42,603
Water and sewer supplies	137,110	247,211
Other inventory	15,104	14,420
	<u>412,756</u>	<u>520,319</u>

### 5. BANK INDEBTEDNESS

The Municipality has an authorized line of credit of a maximum of \$4,000,000 bearing interest at a rate of 3.075%. As at December 31, 2019 the balance owing was \$ Nil (2018 - \$ Nil).

### 6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2019</u>	<u>2018</u>
	\$	\$
Trade payable	1,798,600	1,907,118
Government payables	151,078	26,720
Accrued expenses	408,174	312,200
Accrued interest payable	90,199	95,338
School levies	1,252,638	1,140,608
Deposits	46,142	56,140
Property tax prepayments	648,685	593,706
	<u>4,395,516</u>	<u>4,131,830</u>

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

### 7. DEFERRED REVENUE

	<u>2019</u>	<u>2018</u>
	\$	\$
Deferred revenue	15,125	26,500
Unexpended pool funding	<u>1,430,393</u>	<u>1,381,442</u>
	<u>1,445,518</u>	<u>1,407,942</u>

### 8. LONG-TERM DEBT

	<u>2019</u>	<u>2018</u>
	\$	\$
<b>General Authority:</b>		
Municipal debenture payable in annual instalments of \$121,178, including interest at 3.84%, due December 31, 2036.	1,492,675	1,554,173
Municipal debenture payable in annual instalments of \$13,434, including interest at 5.500%, due December 31, 2026.	76,345	85,098
Municipal debenture payable in annual instalments of \$29,148, including interest at 7.375%, due December 31, 2020.	27,146	52,428
Municipal debenture payable in annual instalments of \$38,865, including interest at 7.375%, due December 31, 2019.	-	36,195
Municipal debenture payable in annual instalments of \$32,337, including interest at 3.06%, due February 28, 2025.	174,829	201,015
Municipal debenture payable in annual instalments of \$11,647, including interest at 4.59%, due December 31, 2021	21,430	31,611
Municipal debenture payable in annual instalments of \$98,765, including interest at 4.48%, due October 1, 2033.	<u>1,010,967</u>	<u>1,062,148</u>
	<u>2,803,392</u>	<u>3,022,668</u>

#### Utility Funds:

Municipal debenture payable in annual instalments of \$115,822 including interest at 4.89%, due December 31, 2031	1,032,959	1,095,225
Municipal debenture payable in annual instalments of \$34,351 including interest at 5.625%, due December 31, 2034.	341,959	356,271
Municipal debenture payable in annual instalments of \$4,435, including interest at 5.500%, due December 31, 2026.	25,206	28,097
Municipal debenture payable in annual instalments of \$143,621, including interest at 3.89%, due September 1, 2036.	1,762,240	1,834,499
Municipal debenture payable in annual instalments of \$98,366, including interest at 4.230%, due June 1, 2041.	1,390,758	1,428,691
Municipal debenture payable in annual instalments of \$33,297, including interest at 7.250%, due December 31, 2020.	31,047	59,994
Municipal debenture payable in annual instalments of \$23,621, including interest at 7.500%, due December 31, 2020.	21,973	42,412
Municipal debenture payable in annual instalments of \$36,358, including interest at 6.625%, due December 31, 2022.	96,072	124,201



# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

Municipal debenture payable in annual instalments of \$11,200, including interest at 6.250%, due December 31, 2028.	75,356	81,464
Municipal debenture payable in annual instalments of \$127,070, including interest at 7.750%, due December 31, 2019.	-	117,929
Municipal debenture payable in annual instalments of \$159,962, including interest at 6.125%, due December 31, 2033.	1,475,400	1,540,976
Municipal debenture payable in annual instalments of \$171,473, including interest at 5.750%, due December 31, 2032.	1,540,415	1,618,807
Municipal debenture payable in annual instalments of \$35,050, including interest at 5.750%, due December 31, 2032.	314,866	330,889
Municipal debenture payable in annual instalments of \$54,383, including interest at 5.625%, due December 31, 2031.	465,457	492,156
Municipal debenture payable in annual instalments of \$104,859, including interest at 5.625%, due December 31, 2031	897,476	948,956
Municipal debenture payable in annual instalments of \$78,830, including interest at 5.625%, due December 31, 2030.	633,820	674,698
Municipal debenture payable in annual instalments of \$55,894, including interest at 4.100%, due December 31, 2032	554,691	586,537
	<u>10,659,695</u>	<u>11,361,802</u>
	<u>13,463,087</u>	<u>14,384,470</u>

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

2020	807,300
2021	762,900
2022	789,900
2023	793,200
2024	832,500

### Schedule of Debenture Pending

Authority	Purpose	Amount Authorized
By-law 16-0013	Water Treatment and Distribution Upgrade	3,370,000
By-law 17-0003	Waste Water Treatment system upgrade	6,000,000

**RURAL MUNICIPALITY OF GIMLI**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2019**

**9. DEBT CHARGES - FRONTAGE**

<b>Purpose and By-law</b>	<b>2019 Levy</b>	<b>2018 Levy</b>
	\$	\$
Centre Ave - 8-2002	6,484	6,484
Pelican Beach Sewer - 19-99	86,656	85,979
Solvin Paving 06-0019	13,434	13,434
South Beach - 07-0015	3,992	3,992
Hanger Line 9-0002	11,200	11,200
Loni Beach 12-0004	114,815	114,815
Road Construction 11-0015	11,647	11,542
South Beach Sewer 12-0016	55,894	55,894
Reg Sewer 16-0011	143,620	143,620
	<b>447,742</b>	<b>446,960</b>

**10. DEBT CHARGES - L.I.D.**

<b>Purpose and By-law</b>	<b>Assessment</b>	<b>2019 Mill Rate</b>	<b>2019 Levy</b>	<b>2018 Levy</b>
			\$	\$
Centre Ave - 8-2002	3,150,240	5.383	16,958	16,957
Pelican Beach Sewer - 19-99	19,829,210	1.019	20,206	20,198
North Forcemain - 13-2000	1,111,560	12.750	14,172	14,173
Natural Gas Transmission - 16-2000	417,333,670	0.070	29,214	28,952
Sewage Pump Station - 2-2001	416,808,590	0.080	33,344	33,396
Centre Ave - 8-2002	417,093,950	0.031	12,930	13,041
Pelican Beach Sewer - 19-99	417,333,670	0.048	20,032	19,982
North Forcemain - 13-2000	417,333,670	0.023	9,598	9,378
Harbour Expansion - 99-13	102,763,440	0.366	37,612	37,610
Sewage Plant - 09-0009A	152,122,440	0.465	70,737	70,784
South Force Main 16-0009	37,557,890	1.310	49,201	49,186
Sewage Plant - 10-0006A	152,122,440	0.149	22,666	22,699
			<b>336,670</b>	<b>336,356</b>

**RURAL MUNICIPALITY OF GIMLI****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

As at December 31, 2019

**11. DEBT CHARGES - AT LARGE**

<b>Purpose and By-law</b>	<b>Assessment</b>	<b>2019 Mill Rate</b>	<b>Levy</b>	<b>2018 Levy</b>
			\$	\$
Sewage Plant - 06-0003	520,197,510	0.150	78,030	77,960
Sewage Plant - 07-0008	520,197,510	0.199	103,519	103,437
Sewage Plant - 07-0009	520,197,510	0.104	54,101	54,012
Sewage Plant - 08-0006	520,197,510	0.067	34,853	34,649
Sewage Plant - 08-0007	520,197,510	0.325	169,064	169,168
Fire Hall 16-0018	520,197,510	0.230	119,645	119,743
South Force Main16-0009B	563,210,940	0.087	48,999	49,075
Sewage Plant - 09-0009	563,505,900	0.155	87,343	87,173
Sewage Plant - 10-0006	563,505,900	0.020	11,270	11,586
Grader - 14-0021	520,197,510	0.062	32,252	32,101
			<u>739,076</u>	<u>738,904</u>

**12. RESERVES**

<b>Purpose and By-law</b>	<b>Assessment</b>	<b>2019 Mill Rate</b>	<b>Levy</b>	<b>2018 Levy</b>
			\$	\$
Machinery Replacement - 03-0022	520,197,510	0.199	103,519	103,437
Road Development - 07-0027	520,197,510	0.095	49,419	49,426
			<u>152,938</u>	<u>152,863</u>

**As at December 31, 2019**

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**13. 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 the year by the Municipality on behalf of its employees amounted to \$155,060 (2018 - \$146,685) and are included in the consolidated statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2018 indicated the plan was 101.3% funded on a going concern basis and had an unfunded solvency liability of \$229.8 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2018.

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

**14. 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.

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

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### 15. 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 consolidated 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.

### 16. SEGMENTED INFORMATION

The Rural Municipality of Gimli 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.

### 17. CONTINGENT ASSETS

The Municipality is a plaintiff in certain legal actions in which a monetary award has been sought. The amount sought has not been disclosed. The settlement will be recognized as revenue in the year in which the amount is determinable.

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

### 18. 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>2019</u>	<u>2018</u>
	\$	\$
<b>Financial Position</b>		
Financial Assets	329,238	222,828
Liabilities	<u>196,392</u>	<u>25,076</u>
	132,846	197,752
Non-financial Assets	<u>120,423</u>	<u>56,532</u>
Accumulated Surplus	<u><u>253,269</u></u>	<u><u>254,284</u></u>
<b>Result of Operations</b>		
Revenue	559,894	495,539
Expenses	<u>560,908</u>	<u>560,920</u>
Annual Deficit	<u><u>(1,014)</u></u>	<u><u>(65,381)</u></u>

### 19. ACCUMULATED SURPLUS

	<u>2019</u>	<u>2018</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	7,142,354	6,960,922
Utility Operating Funds - Nominal Deficit, excluding Tangible Capital Assets	<b>(4,818,190)</b>	(9,228,272)
General Operating Tangible Capital Assets, net of related borrowings	13,449,860	13,321,339
Utility Operating Tangible Capital Assets, net of related borrowings	41,056,868	37,829,896
Reserve Funds	11,394,361	9,696,288
Invested in water and sewer systems	-	5,425,788
Accumulated surplus of municipality unconsolidated	<u>68,225,253</u>	64,005,961
Accumulated surpluses of consolidated controlled entities	1,464,795	1,453,742
Accumulated surpluses of consolidated government partnerships	<u>152,526</u>	<u>153,648</u>
Accumulated Surplus per Statement of Financial Position	<u><u>69,842,574</u></u>	<u><u>65,613,351</u></u>

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

### 20. TRUST FUNDS

The Rural Municipality of Gimli administers the following trusts:

	Balance, beginning of the year	Excess of Receipts over Disbursements	Balance, end of the year
Stefanson Memorial Fund	81,086	1,782	82,868

### 21. 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, 2019:

- (a) Compensation paid to members of council amounted to \$161,200 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
Lynn Greenberg	31,375	2,156	33,531
Richard Petrowski	35,613	2,597	38,210
Sigrun Thora Palson	37,713	2,709	40,422
Peter Holfueuer	35,733	1,259	36,992
Cody Magnusson	20,766	476	21,242
	161,200	9,197	170,397

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

Name	Position	Amount
Cosgrove, Kelly	Administration	75,051
Hjelmeland, Darcy	Public Works	106,004
Murphy, Joann	CAO	112,634

# RURAL MUNICIPALITY OF GIMLI

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2019

### 22. 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
	Opening	Additions	Amortization	
Description of Utility	Balance	During Year	During Year	Ending Balance
LUD of Gimli	77,923	-	5,317	72,606
Pelican Beach	46,359	-	1,520	44,839
Industrial Park	5,411,213	153,041	52,500	5,511,754
	<u>5,535,495</u>	<u>153,041</u>	<u>59,337</u>	<u>5,629,199</u>

Sewer Services:	Unamortized			Unamortized
	Opening	Additions	Amortization	
Description of Utility	Balance	During Year	During Year	Ending Balance
Regional Sewer System	23,749,744	2,819,799	444,553	26,124,990

### 23. CHANGES IN WORKING CAPITAL

	<u>2019</u>	<u>2018</u>
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	2,483,849	(580,296)
Inventories	107,563	5,174
Prepaid expenses	(99,528)	(17,777)
Accounts payable and accrued liabilities	263,686	656,632
Deferred revenue	37,576	26,669
	<u>2,793,146</u>	<u>90,402</u>



## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2019

	General Capital Assets					Infrastructure			2019	2018
	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
<b>Cost</b>										
Balance, beginning of year	5,572,664	11,328,657	9,027,175	490,042	31,311	16,747,304	41,747,816	16,982,365	101,927,334	89,064,406
Asset purchases	351,929	15,674	280,487	5,853	14,801	787,328	8,165,204	3,066,025	12,687,301	15,141,350
Disposals and write downs	198,331	-	83,266	-	31,311	404,235	-	7,868,413	8,585,556	2,278,422
Balance, end of year	5,726,262	11,344,331	9,224,396	495,895	14,801	17,130,397	49,913,020	12,179,977	106,029,079	101,927,334
<b>Accumulated Amortization</b>										
Balance, beginning of year	844,792	5,533,862	6,334,054	411,879	-	14,227,606	8,476,335	-	35,828,528	33,808,208
Amortization	40,957	390,293	474,030	25,794	-	323,222	889,132	-	2,143,428	2,024,397
Disposals and write downs	198,331	-	83,266	-	-	141,482	-	-	423,079	4,077
Balance, end of year	687,418	5,924,155	6,724,818	437,673	-	14,409,346	9,365,467	-	37,548,877	35,828,528
<b>Net book value</b>	<b>5,038,844</b>	<b>5,420,176</b>	<b>2,499,578</b>	<b>58,222</b>	<b>14,801</b>	<b>2,721,051</b>	<b>40,547,553</b>	<b>12,179,977</b>	<b>68,480,202</b>	<b>66,098,806</b>

## CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2019

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>PROPERTY TAXES</b>			
Municipal taxes levied ( <i>schedule 11</i> )	8,724,200	8,724,199	8,216,812
Taxes added	150,000	131,144	219,199
	<u>8,874,200</u>	<u>8,855,343</u>	<u>8,436,011</u>
<b>GRANTS IN LIEU OF TAXATION</b>			
Federal government	4,835	4,835	4,635
Provincial government	7,280	7,280	7,895
Provincial government enterprises	106,722	106,722	101,897
	<u>118,837</u>	<u>118,837</u>	<u>114,427</u>
<b>USER FEES</b>			
Sales of service	558,831	698,037	660,652
Sales of goods	409,457	804,993	1,133,097
Rentals	297,541	274,779	264,707
Development charges	-	-	500
Facility use fees	906,956	884,898	905,008
	<u>2,172,785</u>	<u>2,662,707</u>	<u>2,963,964</u>
<b>GRANTS - PROVINCE OF MANITOBA</b>			
General assistance payment	376,411	376,411	374,274
General support grant	29,098	28,617	28,504
VLT revenues	252,515	252,515	252,515
Conditional grants	149,773	146,509	409,912
Other provincial grant	138,500	138,500	6,250
	<u>946,297</u>	<u>942,552</u>	<u>1,071,455</u>
<b>GRANTS - OTHER</b>			
Federal government - gas tax funding	649,035	663,019	330,698
Other local governments	26,523	57,014	53,157
Other grant	13,620	16,592	15,178
	<u>689,178</u>	<u>736,625</u>	<u>399,033</u>
<b>PERMITS, LICENCES AND FEES</b>			
Permits	14,800	14,450	16,350
Licences	63,434	70,498	71,890
Fines	27,000	24,522	31,353
Subdivision fees	-	6,550	25,918
	<u>105,234</u>	<u>116,020</u>	<u>145,511</u>
<b>INVESTMENT REVENUE</b>			
Interest	55,000	127,451	101,625
Municipal debenture interest	-	158,223	127,046
	<u>55,000</u>	<u>285,674</u>	<u>228,671</u>

**RURAL MUNICIPALITY OF GIMLI**  
**CONSOLIDATED SCHEDULE OF REVENUES**

**Schedule 2**

**For the Year Ended December 31, 2019**

	<b>2019</b>	<b>2019</b>	2018
	<b>Budget</b>	<b>Actual</b>	Actual
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>OTHER REVENUE</b>			
Gain (loss) on sale of tangible capital assets	-	(259,789)	50,550
Miscellaneous	199,420	49,287	49,914
Penalties and interest	150,100	185,393	157,633
	<u>349,520</u>	<u>(25,109)</u>	<u>258,097</u>
<b>WATER AND SEWER</b>			
Municipal utilities ( <i>schedule 8</i> )	<u>2,031,979</u>	<u>4,127,917</u>	<u>9,723,974</u>
<b>TOTAL REVENUE</b>	<u><u>15,343,030</u></u>	<u><u>17,820,566</u></u>	<u><u>23,341,143</u></u>

## CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2019

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	237,200	201,148	185,263
General administrative	1,493,832	1,130,866	1,044,388
	<u>1,731,032</u>	<u>1,332,014</u>	<u>1,229,651</u>
<b>PROTECTIVE SERVICES</b>			
Police	464,088	469,353	441,334
Fire	537,772	544,028	553,954
Other protective services	44,450	36,932	38,896
By-law enforcement	31,250	15,351	14,855
	<u>1,077,560</u>	<u>1,065,664</u>	<u>1,049,039</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Road and street maintenance	4,326,861	3,580,543	3,751,339
Air transport	146,193	72,685	111,272
Public transit	128,386	141,370	142,018
	<u>4,601,440</u>	<u>3,794,598</u>	<u>4,004,629</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	423,456	386,727	415,287
Recycling	254,869	254,869	239,967
Lagoons and wells	207,150	180,308	196,049
	<u>885,475</u>	<u>821,904</u>	<u>851,303</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Public health	18,600	18,600	18,600
Social assistance	69,173	78,573	71,760
	<u>87,773</u>	<u>97,173</u>	<u>90,360</u>
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	143,736	286,031	259,595
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	61,927	59,828	57,204
Water resources and conservation	18,339	17,839	17,839
Regional development	14,825	13,662	13,463
Industrial development	854,780	886,023	885,216
Tourism	88,157	88,124	74,375
Other	1,000	-	-
	<u>1,039,028</u>	<u>1,065,476</u>	<u>1,048,097</u>

## CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2019

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	37,761	35,406	29,386
Community centers and halls	106,750	76,887	61,230
Swimming pools and beaches	366,432	303,479	258,359
Skating and curling rinks	1,416,712	1,235,257	1,113,713
Parks and playgrounds	86,508	72,378	73,402
Libraries	167,717	163,118	165,391
Other cultural facilities	36,715	36,715	39,442
	<u>2,218,595</u>	<u>1,923,240</u>	<u>1,740,923</u>
<b>WATER AND SEWER</b>			
Municipal utilities ( <i>schedule 8</i> )	<u>3,266,875</u>	<u>3,205,243</u>	<u>2,828,047</u>
<b>TOTAL EXPENSES</b>	<u><u>15,051,514</u></u>	<u><u>13,591,343</u></u>	<u><u>13,101,644</u></u>

## CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2019

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	8,855,343	8,436,011	-	-	-	-	-	-	-	-
Grants in lieu of taxation	118,837	114,427	-	-	-	-	-	-	-	-
User fees	157,020	164,488	7,711	21,154	720,597	1,105,959	219,519	167,633	-	-
Grants - Province of Manitoba	768,219	628,107	-	-	77,489	77,695	6,200	9,290	-	-
Grants - Other	663,019	330,698	-	-	16,592	15,178	-	-	-	-
Permits, licences and fees	95,020	103,243	-	-	4,200	2,850	-	-	-	-
Investment revenue	193,941	152,969	14,903	12,067	56,128	48,562	-	-	-	-
Other revenue	(38,988)	254,143	-	-	10,245	1,710	-	-	-	-
Water and sewer	(1,288,591)	(1,288,591)	-	-	-	-	-	-	-	-
Total revenue	<u>9,523,820</u>	<u>8,895,495</u>	<u>22,614</u>	<u>33,221</u>	<u>885,251</u>	<u>1,251,954</u>	<u>225,719</u>	<u>176,923</u>	<u>-</u>	<u>-</u>
<b>EXPENSES</b>										
Personnel services	483,069	466,819	203,330	211,022	1,176,661	995,222	173,739	208,620	-	-
Contract services	266,531	102,521	538,149	498,017	95,314	222,767	508,844	492,807	38,194	38,194
Utilities	59,807	64,765	33,045	34,823	170,099	181,729	3,380	2,455	-	-
Maintenance materials & supplies	377,192	465,891	141,125	152,888	1,581,499	1,830,508	60,359	56,731	-	552
Grants & contributions	66,968	60,772	-	-	47,441	47,431	-	-	58,979	51,614
Amortization	44,453	31,353	90,335	90,335	711,641	713,794	75,582	90,690	-	-
Interest on long term debt	6,383	10,616	59,680	61,954	11,470	13,178	-	-	-	-
Bad debts expense	27,611	26,914	-	-	473	-	-	-	-	-
Total expenses	<u>1,332,014</u>	<u>1,229,651</u>	<u>1,065,664</u>	<u>1,049,039</u>	<u>3,794,598</u>	<u>4,004,629</u>	<u>821,904</u>	<u>851,303</u>	<u>97,173</u>	<u>90,360</u>
<b>SURPLUS (DEFICIT)</b>	<u>8,191,806</u>	<u>7,665,844</u>	<u>(1,043,050)</u>	<u>(1,015,818)</u>	<u>(2,909,347)</u>	<u>(2,752,675)</u>	<u>(596,185)</u>	<u>(674,380)</u>	<u>(97,173)</u>	<u>(90,360)</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, 2019

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	-	-	-	-	-	-	-	-	8,855,343	8,436,011
Grants in lieu of taxation	-	-	-	-	-	-	-	-	118,837	114,427
User fees	120,137	87,443	-	-	1,437,723	1,417,287	-	-	2,662,707	2,963,964
Grants - Province of Manitoba	-	-	-	-	90,644	356,363	-	-	942,552	1,071,455
Grants - Other	30,491	26,634	-	-	26,523	26,523	-	-	736,625	399,033
Permits, licences and fees	16,800	39,418	-	-	-	-	-	-	116,020	145,511
Investment revenue	10,693	6,359	-	-	2,030	1,306	7,979	7,408	285,674	228,671
Other revenue	-	-	-	-	3,634	2,244	-	-	(25,109)	258,097
Water and sewer	-	-	-	-	-	-	5,416,508	1,012,565	4,127,917	9,723,974
Total revenue	<b>178,121</b>	159,854	-	-	<b>1,560,554</b>	1,803,723	<b>5,424,487</b>	1,019,973	<b>7,820,566</b>	13,341,143
<b>EXPENSES</b>										
Personnel services	179,083	169,127	21,758	16,390	829,146	758,294	1,285,371	1,238,893	4,352,157	4,064,387
Contract services	361	-	519,182	500,240	10,364	7,463	95,743	59,881	2,072,682	1,921,890
Utilities	4,359	4,196	18,005	16,227	168,250	167,342	295,523	33,351	752,468	504,888
Maintenance materials & supplies	76,373	63,814	382,331	425,118	633,805	570,836	9,566	227	3,262,250	3,566,565
Grants & contributions	25,718	22,283	9,218	(18,116)	64,509	67,236	-	-	272,833	231,220
Amortization	137	175	114,982	108,238	217,166	169,752	889,132	820,060	2,143,428	2,024,397
Interest on long term debt	-	-	-	-	-	-	629,908	675,635	707,441	761,383
Bad debts expense	-	-	-	-	-	-	-	-	28,084	26,914
Total expenses	<b>286,031</b>	259,595	<b>1,065,476</b>	1,048,097	<b>1,923,240</b>	1,740,923	<b>3,205,243</b>	2,828,047	<b>3,591,343</b>	3,101,644
<b>SURPLUS (DEFICIT)</b>	<b>(107,910)</b>	(99,741)	<b>(1,065,476)</b>	(1,048,097)	<b>(362,686)</b>	62,800	<b>2,219,244</b>	8,191,926	<b>4,229,223</b>	0,239,499

\* 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, 2019

	Core Government		Controlled Entities		Government Partnerships		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>								
Property taxes	8,855,343	8,436,011	-	-	-	-	8,855,343	8,436,011
Grants in lieu of taxation	118,837	114,427	-	-	-	-	118,837	114,427
User fees	1,629,273	1,943,823	878,791	897,780	154,643	122,361	2,662,707	2,963,964
Grants - Province of Manitoba	847,815	963,872	-	6,250	94,737	101,333	942,552	1,071,455
Grants - Other	663,019	330,698	-	-	73,606	68,335	736,625	399,033
Permits, licences and fees	116,020	145,511	-	-	-	-	116,020	145,511
Investment revenue	285,662	228,671	-	-	12	-	285,674	228,671
Other revenue	(33,644)	258,097	-	-	8,535	-	(25,109)	258,097
Water and sewer	4,127,917	9,723,974	-	-	-	-	4,127,917	9,723,974
Total revenue	16,610,242	22,145,084	878,791	904,030	331,533	292,029	17,820,566	23,341,143
<b>EXPENSES</b>								
Personnel services	4,041,199	3,774,222	5,758	-	305,200	290,165	4,352,157	4,064,387
Contract services	1,637,647	1,501,429	430,986	416,166	4,049	4,295	2,072,682	1,921,890
Utilities	731,331	485,928	15,233	13,168	5,904	5,792	752,468	504,888
Maintenance materials & supplies	2,843,166	3,105,362	323,578	360,845	95,506	100,358	3,262,250	3,566,565
Grants & contributions	387,628	357,891	(22,578)	(41,358)	(92,217)	(85,313)	272,833	231,220
Amortization	2,014,928	1,899,474	114,762	107,862	13,738	17,061	2,143,428	2,024,397
Interest on long term debt	707,441	761,383	-	-	-	-	707,441	761,383
Bad debts expense	27,611	26,914	-	-	473	-	28,084	26,914
Total expenses	12,390,951	11,912,603	867,739	856,683	332,653	332,358	13,591,343	13,101,644
<b>SURPLUS (DEFICIT)</b>	<b>4,219,291</b>	<b>10,232,481</b>	<b>11,052</b>	<b>47,347</b>	<b>(1,120)</b>	<b>(40,329)</b>	<b>4,229,223</b>	<b>10,239,499</b>



## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	General Reserve \$	Machinery Replacement Reserve \$	Industrial Park Reserve \$	Building Reserve \$	Fire Equipment Reserve \$	Capital Levy Reserve \$
<b>FINANCIAL ASSETS</b>						
Cash and temporary investments	-	-	-	-	351,764	-
Due from other funds	2,885,947	1,076,173	720,754	1,079,825	335,416	44,457
	<u>2,885,947</u>	<u>1,076,173</u>	<u>720,754</u>	<u>1,079,825</u>	<u>687,180</u>	<u>44,457</u>
<b>LIABILITIES</b>						
Deferred revenue	-	-	-	-	-	-
Due to other funds	-	-	45,000	-	-	-
	<u>-</u>	<u>-</u>	<u>45,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>REVENUE</b>						
Investment revenue	51,029	11,850	10,693	14,672	14,903	797
Other revenue	-	-	-	-	15,054	-
	<u>51,029</u>	<u>11,850</u>	<u>10,693</u>	<u>14,672</u>	<u>29,957</u>	<u>797</u>
<b>TRANSFERS</b>						
Transfers from (to) operating fund	76,322	373,479	123,019	206,946	54,312	6,550
	<u>76,322</u>	<u>373,479</u>	<u>123,019</u>	<u>206,946</u>	<u>54,312</u>	<u>6,550</u>
<b>CHANGE IN FUND BALANCES</b>	<b>127,351</b>	<b>385,329</b>	<b>133,712</b>	<b>221,618</b>	<b>84,269</b>	<b>7,347</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>2,758,596</b>	<b>690,844</b>	<b>542,042</b>	<b>858,207</b>	<b>602,911</b>	<b>37,110</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>2,885,947</b>	<b>1,076,173</b>	<b>675,754</b>	<b>1,079,825</b>	<b>687,180</b>	<b>44,457</b>

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	LUD of Gimli General Reserve \$	Rural Special Services Area Reserve \$	Drainage Capital Reserve \$	Gas Tax Reserve \$	Road Maintenance and Construction Reserve \$	Handi Transit Vehicle Reserve \$
<b>FINANCIAL ASSETS</b>						
Cash and temporary investments	-	-	-	-	-	-
Due from other funds	94	96	1,557,010	1,198,096	1,623,742	-
	<u>94</u>	<u>96</u>	<u>1,557,010</u>	<u>1,198,096</u>	<u>1,623,742</u>	<u>-</u>
<b>LIABILITIES</b>						
Deferred revenue	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>REVENUE</b>						
Investment revenue	2	2	26,537	21,184	17,729	-
Other revenue	-	-	-	-	-	-
	<u>2</u>	<u>2</u>	<u>26,537</u>	<u>21,184</u>	<u>17,729</u>	<u>-</u>
<b>TRANSFERS</b>						
Transfers from (to) operating fund	-	-	133,800	513,019	(33,835)	-
	<u>-</u>	<u>-</u>	<u>133,800</u>	<u>513,019</u>	<u>(33,835)</u>	<u>-</u>
<b>CHANGE IN FUND BALANCES</b>	<b>2</b>	<b>2</b>	<b>160,337</b>	<b>534,203</b>	<b>(16,106)</b>	<b>-</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>92</b>	<b>94</b>	<b>1,396,673</b>	<b>663,893</b>	<b>1,639,848</b>	<b>-</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>94</b>	<b>96</b>	<b>1,557,010</b>	<b>1,198,096</b>	<b>1,623,742</b>	<b>-</b>

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	125th Anniversary Reserve \$	Recreation Pool Fund Reserve \$	LUD of Gimli Utility Reserve \$	LUD of Gimli Replacement Utility Reserve \$	South Beach Utility Reserve Fund \$	Centre Ave W Reserve \$
<b>FINANCIAL ASSETS</b>						
Cash and temporary investments	-	1,430,393	-	-	-	-
Due from other funds	11,888	-	8,227	303,939	103,288	26,803
	<u>11,888</u>	<u>1,430,393</u>	<u>8,227</u>	<u>303,939</u>	<u>103,288</u>	<u>26,803</u>
<b>LIABILITIES</b>						
Deferred revenue	-	1,430,393	-	-	-	-
Due to other funds	-	-	-	-	-	-
	<u>-</u>	<u>1,430,393</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>REVENUE</b>						
Investment revenue	210	-	146	5,374	1,827	474
Other revenue	-	-	-	-	-	-
	<u>210</u>	<u>-</u>	<u>146</u>	<u>5,374</u>	<u>1,827</u>	<u>474</u>
<b>TRANSFERS</b>						
Transfers from (to) operating fund	-	-	-	-	-	-
<b>CHANGE IN FUND BALANCES</b>	<u>210</u>	<u>-</u>	<u>146</u>	<u>5,374</u>	<u>1,827</u>	<u>474</u>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>11,678</u>	<u>-</u>	<u>8,081</u>	<u>298,565</u>	<u>101,461</u>	<u>26,329</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>11,888</u>	<u>-</u>	<u>8,227</u>	<u>303,939</u>	<u>103,288</u>	<u>26,803</u>

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2019

	Pelican Beach Reserve \$	Multiplex Reserve \$	2019 Actual \$	2018 Actual \$
<b>FINANCIAL ASSETS</b>				
Cash and temporary investments	-	-	1,782,157	1,708,427
Due from other funds	8,911	679,508	11,664,174	9,945,880
	<u>8,911</u>	<u>679,508</u>	<u>13,446,331</u>	<u>11,654,307</u>
<b>LIABILITIES</b>				
Deferred revenue	-	-	1,430,393	1,381,442
Due to other funds	-	576,577	621,577	576,577
	<u>-</u>	<u>576,577</u>	<u>2,051,970</u>	<u>1,958,019</u>
<b>REVENUE</b>				
Investment revenue	158	1,820	179,407	137,794
Other revenue	-	-	15,054	14,052
	<u>158</u>	<u>1,820</u>	<u>194,461</u>	<u>151,846</u>
<b>TRANSFERS</b>				
Transfers from (to) operating fund	-	50,000	1,503,612	1,709,042
	<u>-</u>	<u>50,000</u>	<u>1,503,612</u>	<u>1,709,042</u>
<b>CHANGE IN FUND BALANCES</b>	<b>158</b>	<b>51,820</b>	<b>1,698,073</b>	<b>1,860,888</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>8,753</b>	<b>51,111</b>	<b>9,696,288</b>	<b>7,835,400</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>8,911</b>	<b>102,931</b>	<b>11,394,361</b>	<b>9,696,288</b>

## SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2019

	LUD of Gimli	Pelican Beach	Industrial Park	Regional Sewer System	2019 Actual	2018 Actual
	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>						
Accounts receivable <i>(note 3)</i>	73,883	3,404	35,038	1,081,435	1,193,760	3,594,925
Due from other funds	<u>3,586,552</u>	<u>446,109</u>	<u>223,476</u>	<u>6,833,973</u>	<u>11,090,110</u>	<u>10,564,628</u>
	<u>3,660,435</u>	<u>449,513</u>	<u>258,514</u>	<u>7,915,408</u>	<u>12,283,870</u>	<u>14,159,553</u>
<b>LIABILITIES</b>						
Accounts payable and accrued liabilities <i>(note 6)</i>	1,395	414	173,056	1,106,972	1,281,837	1,483,245
Long-term debt <i>(note 8)</i>	-	-	155,723	11,514,939	11,670,662	12,423,950
Due to other funds	<u>3,410,934</u>	<u>591,828</u>	<u>2,785,245</u>	<u>9,175,370</u>	<u>15,963,377</u>	<u>16,726,003</u>
	<u>3,412,329</u>	<u>592,242</u>	<u>3,114,024</u>	<u>21,797,281</u>	<u>28,915,876</u>	<u>30,633,198</u>
<b>NON-FINANCIAL ASSETS</b>						
Tangible capital assets <i>(schedule 1)</i>	451,430	785,091	8,797,463	42,693,546	52,727,530	50,253,846
Inventories	75,585	-	-	61,525	137,110	247,211
Prepaid expenses	-	-	6,043	-	6,043	-
	<u>527,015</u>	<u>785,091</u>	<u>8,803,506</u>	<u>42,755,071</u>	<u>52,870,683</u>	<u>50,501,057</u>
<b>FUND SURPLUS</b>	<u>775,121</u>	<u>642,362</u>	<u>5,947,996</u>	<u>28,873,198</u>	<u>36,238,677</u>	<u>34,027,412</u>

**RURAL MUNICIPALITY OF GIMLI**  
**SCHEDULE OF UTILITY OPERATIONS**

**Schedule 8**

**For the Year Ended December 31, 2019**

	<b>LUD OF GIMLI UTILITY</b>		
	<b>2019</b>	<b>2019</b>	2018
	<b>Budget</b>	<b>Actual</b>	Actual
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	<u>369,200</u>	<u>361,706</u>	358,452
<b>OTHER REVENUE</b>			
Hydrant rentals	10,000	10,000	5,000
Penalties	2,000	1,996	1,926
Other income	2,500	2,545	2,880
	<u>14,500</u>	<u>14,541</u>	9,806
<b>TOTAL REVENUE</b>	<u><b>383,700</b></u>	<u><b>376,247</b></u>	368,258
<b>EXPENSES</b>			
<b>WATER</b>			
Purification and treatment	241,320	234,098	208,831
Transportation services	125,000	267,418	22,238
	<u>366,320</u>	<u>501,516</u>	231,069
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	<u>22,400</u>	<u>22,310</u>	24,415
<b>TOTAL EXPENSES</b>	<u><b>388,720</b></u>	<u><b>523,826</b></u>	255,484
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	(5,020)	(147,579)	112,774
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>922,700</u>	<u>922,700</u>	809,926
<b>FUND SURPLUS, END OF YEAR</b>	<u><u>917,680</u></u>	<u><u>775,121</u></u>	<u>922,700</u>

**RURAL MUNICIPALITY OF GIMLI**  
**SCHEDULE OF UTILITY OPERATIONS**

**Schedule 8**

**For the Year Ended December 31, 2019**

	<b>PELICAN BEACH UTILITY</b>		
	<b>2019 Budget \$</b>	<b>2019 Actual \$</b>	<b>2018 Actual \$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	<u>32,200</u>	<u>31,902</u>	31,284
<b>PROPERTY TAXES</b>	<u>31,768</u>	<u>31,768</u>	31,768
<b>OTHER REVENUE</b>			
Connection charges	1,000	360	720
Penalties	<u>200</u>	<u>133</u>	141
	<u>1,200</u>	<u>493</u>	861
<b>TOTAL REVENUE</b>	<u>65,168</u>	<u>64,163</u>	63,913
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>18,750</u>	<u>7,450</u>	7,024
<b>WATER</b>			
Transmission on distribution	<u>14,000</u>	<u>14,177</u>	15,055
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	28,000	28,091	28,091
Interest on long-term debt	<u>2,300</u>	<u>2,285</u>	4,405
	<u>30,300</u>	<u>30,376</u>	32,496
<b>TOTAL EXPENSES</b>	<u>63,050</u>	<u>52,003</u>	54,575
<b>EXCESS OF REVENUE OVER EXPENSES</b>	2,118	12,160	9,338
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>630,202</u>	<u>630,202</u>	620,864
<b>FUND SURPLUS, END OF YEAR</b>	<u>632,320</u>	<u>642,362</u>	630,202

**RURAL MUNICIPALITY OF GIMLI**  
**SCHEDULE OF UTILITY OPERATIONS**  
**For the Year Ended December 31, 2019**

**Schedule 8**

	<b>INDUSTRIAL PARK UTILITY</b>		
	<b>2019</b>	<b>2019</b>	<b>2018</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	<u>111,065</u>	<u>129,170</u>	107,831
<b>PROPERTY TAXES</b>	<u>5,599</u>	<u>5,600</u>	5,600
<b>GOVERNMENT TRANSFERS</b>			
Capital	<u>-</u>	<u>153,041</u>	3,086,486
<b>OTHER REVENUE</b>			
Hydrant rentals	10,000	10,000	5,000
Penalties	1,000	534	661
Other income	300	-	14,576
	<u>11,300</u>	<u>10,534</u>	20,237
<b>TOTAL REVENUE</b>	<u>127,964</u>	<u>298,345</u>	3,220,154
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>9,400</u>	<u>3,725</u>	3,563
<b>WATER</b>			
Purification and treatment	12,000	5,080	4,908
Transmission on distribution	48,000	81,255	44,826
Transportation services	30,000	28,105	11,113
	<u>90,000</u>	<u>114,440</u>	60,847
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	93,800	93,758	22,581
Interest on long-term debt	13,200	13,182	1,603
	<u>107,000</u>	<u>106,940</u>	24,184
<b>TOTAL EXPENSES</b>	<u>206,400</u>	<u>225,105</u>	88,594
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	(78,436)	73,240	3,131,560
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>5,874,756</u>	<u>5,874,756</u>	2,743,196
<b>FUND SURPLUS, END OF YEAR</b>	<u>5,796,320</u>	<u>5,947,996</u>	5,874,756



**RURAL MUNICIPALITY OF GIMLI**  
**SCHEDULE OF UTILITY OPERATIONS**

**Schedule 8**

**For the Year Ended December 31, 2019**

	<b>REGIONAL SEWER SYSTEM UTILITY</b>		
	<b>2019</b>	<b>2019</b>	<b>2018</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>SEWER</b>			
Sewer fees	1,487,015	1,496,354	1,447,634
Other sewer revenue	-	148,800	-
	<u>1,487,015</u>	<u>1,645,154</u>	<u>1,447,634</u>
<b>PROPERTY TAXES</b>	<u>1,251,223</u>	<u>1,251,223</u>	<u>1,251,223</u>
<b>GOVERNMENT TRANSFERS</b>			
Capital	-	1,756,647	4,648,482
<b>OTHER REVENUE</b>			
Connection charges	-	20,600	9,000
Penalties	4,500	4,129	3,901
Other income	1,000	-	-
	<u>5,500</u>	<u>24,729</u>	<u>12,901</u>
<b>TOTAL REVENUE</b>	<u>2,743,738</u>	<u>4,677,753</u>	<u>7,360,240</u>
<b>EXPENSES</b>			
<b>SEWER</b>			
Collection system costs	1,249,205	1,035,018	1,014,567
Treatment and disposal costs	-	311	-
Transportation services	-	9,566	227
	<u>1,249,205</u>	<u>1,044,895</u>	<u>1,014,794</u>
<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	745,000	744,973	744,973
Interest on long-term debt	614,500	614,441	669,627
	<u>1,359,500</u>	<u>1,359,414</u>	<u>1,414,600</u>
<b>TOTAL EXPENSES</b>	<u>2,608,705</u>	<u>2,404,309</u>	<u>2,429,394</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	135,033	2,273,444	4,930,846
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>26,599,754</u>	<u>26,599,754</u>	<u>21,668,908</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>26,734,787</u>	<u>28,873,198</u>	<u>26,599,754</u>

## RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2019

	Financial Plan General \$	Financial Plan Utilities \$	Amortization (TCA) \$	Interest Expense \$	Transfers \$	Long Term Accruals \$	Consolidated Entities \$	Government Partnerships \$	PSAB Budget \$
<b>REVENUE</b>									
Property taxes	8,874,200	-	-	-	-	-	-	-	8,874,200
Grants in lieu of taxation	118,837	-	-	-	-	-	-	-	118,837
User fees	1,239,208	-	-	-	-	-	900,500	33,077	2,172,785
Grants - Province of Manitoba	851,802	-	-	-	-	-	-	94,495	946,297
Grants - Other	649,035	-	-	-	-	-	-	40,143	689,178
Permits, licences and fees	105,234	-	-	-	-	-	-	-	105,234
Investment revenue	55,000	-	-	-	-	-	-	-	55,000
Other revenue	349,520	-	-	-	-	-	-	-	349,520
Transfers	948,412	-	-	-	(948,412)	-	-	-	-
Water and sewer	(1,288,591)	3,320,570	-	-	-	-	-	-	2,031,979
	<b>11,902,657</b>	<b>3,320,570</b>	<b>-</b>	<b>-</b>	<b>(948,412)</b>	<b>-</b>	<b>900,500</b>	<b>167,715</b>	<b>15,343,030</b>
<b>EXPENSES</b>									
General government services	1,592,406	-	44,500	6,400	87,726	-	-	-	1,731,032
Protective services	927,160	-	90,400	60,000	-	-	-	-	1,077,560
Transportation services	3,828,363	-	699,320	11,500	-	-	-	62,257	4,601,440
Environmental health services	809,875	-	75,600	-	-	-	-	-	885,475
Public health and welfare services	87,773	-	-	-	-	-	-	-	87,773
Regional planning and development	143,736	-	-	-	-	-	-	-	143,736
Resource conservation and industrial development	202,528	-	220	-	-	-	836,280	-	1,039,028
Recreation and cultural services	1,909,333	-	216,500	-	-	-	-	92,762	2,218,595
Fiscal services	338,333	1,387,355	-	-	(1,725,688)	-	-	-	-
Transfers	2,062,947	183,500	-	-	(2,246,447)	-	-	-	-
Water and sewer	-	1,747,675	889,200	630,000	-	-	-	-	3,266,875
	<b>11,902,454</b>	<b>3,318,530</b>	<b>2,015,740</b>	<b>707,900</b>	<b>(3,884,409)</b>	<b>-</b>	<b>836,280</b>	<b>155,019</b>	<b>15,051,514</b>
<b>SURPLUS (DEFICIT)</b>	<b>203</b>	<b>2,040</b>	<b>(2,015,740)</b>	<b>(707,900)</b>	<b>2,935,997</b>	<b>-</b>	<b>64,220</b>	<b>12,696</b>	<b>291,516</b>

## ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2019

	2019 Actual \$	2018 Actual \$
<b>BALANCE, BEGINNING OF YEAR</b>	<u>1,342,959</u>	<u>1,264,507</u>
<b>Add:</b>		
Tax Levy ( <i>schedule 11</i> )	15,146,218	14,466,677
Taxes added	131,144	219,199
Penalties and interest	185,393	157,633
Other Accounts Added	<u>179,024</u>	<u>157,315</u>
<b>Sub-total</b>	<u>16,984,738</u>	<u>16,265,331</u>
<b>Deduct:</b>		
Cash collections - current	13,062,918	12,522,169
Cash collections - arrears	875,499	913,944
Cancellations	27,521	38,191
Tax discounts	-	-
M.P.T.C. - cash advance	<u>1,415,100</u>	<u>1,448,068</u>
<b>Sub-total</b>	<u>15,381,038</u>	<u>14,922,372</u>
<b>BALANCE, END OF YEAR</b>	<u><u>1,603,700</u></u>	<u><u>1,342,959</u></u>

## ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2019

	Assessment	2019 Mill Rate	Levy	2018 Levy
Debt Charges:				
Frontage (note 9)			447,742	446,960
L.I.D. (note 10)			336,670	336,356
At large (note 11)			739,076	738,904
			<u>1,523,488</u>	<u>1,522,220</u>
Reserves:				
Reserve (note 12)			<u>152,938</u>	<u>152,863</u>
Other municipal levies:				
General municipal	520,197,510	13.279	<u>6,907,705</u>	<u>6,405,467</u>
Business tax (rate 1.36%)			140,068	136,262
<b>Total municipal taxes (schedule 2)</b>			<u>8,724,199</u>	<u>8,216,812</u>
Education Support Levy	83,668,910	9.770	817,445	792,972
Special levy:				
Evergreen School Division	511,098,460	10.967	<u>5,604,574</u>	<u>5,456,893</u>
<b>Total education taxes</b>			<u>6,422,019</u>	<u>6,249,865</u>
<b>Total tax levy (schedule 10)</b>			<u>15,146,218</u>	<u>14,466,677</u>

## SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2019

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	237,200	201,148	185,263
General administrative	1,493,832	1,130,866	1,044,388
	<u>1,731,032</u>	<u>1,332,014</u>	<u>1,229,651</u>
<b>PROTECTIVE SERVICES</b>			
Police	464,088	469,353	441,334
Fire	537,772	544,028	553,954
Other protective services	44,450	36,932	38,896
By-law enforcement	31,250	15,351	14,855
	<u>1,077,560</u>	<u>1,065,664</u>	<u>1,049,039</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Road and street maintenance	4,326,861	3,580,543	3,751,339
Air transport	146,193	72,685	111,272
Public transit	66,129	65,760	63,966
	<u>4,539,183</u>	<u>3,718,988</u>	<u>3,926,577</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	423,456	386,727	415,287
Recycling	254,869	254,869	239,967
Lagoons and wells	207,150	180,308	196,049
	<u>885,475</u>	<u>821,904</u>	<u>851,303</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Public health	18,600	18,600	18,600
Social assistance	69,173	78,573	71,760
	<u>87,773</u>	<u>97,173</u>	<u>90,360</u>
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	143,736	117,620	99,258
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	61,927	59,828	57,204
Water resources and conservation	18,339	17,839	17,839
Regional development	14,825	13,662	13,463
Industrial development	18,500	18,284	28,533
Tourism	88,157	88,124	74,375
Other	1,000	-	-
	<u>202,748</u>	<u>197,737</u>	<u>191,414</u>

## SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2019

	2019 Budget \$	2019 Actual \$	2018 Actual \$
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	37,761	35,406	29,386
Community centers and halls	106,750	76,887	61,230
Swimming pools and beaches	366,432	303,479	258,359
Skating and curling rinks	1,416,712	1,235,257	1,113,713
Parks and playgrounds	86,508	72,378	73,402
Libraries	74,955	74,486	71,422
Other cultural facilities	36,715	36,715	39,442
	<u>2,125,833</u>	<u>1,834,608</u>	<u>1,646,954</u>
<b>TOTAL EXPENSES</b>	<u><u>10,793,340</u></u>	<u><u>9,185,708</u></u>	<u><u>9,084,556</u></u>

## ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2019

					2019	2018
	General	LUD of	Pelican	Industrial	Regional	
	\$	Gimli	Beach	Park	Sewer	Total
	\$	\$	\$	\$	\$	\$
	\$	\$	\$	\$	\$	\$
<b>CONSOLIDATED ANNUAL SURPLUS</b>						
<i>(statement 2)</i>	2,017,958	(147,579)	12,160	73,240	2,273,444	4,229,223
Elimination of appropriations from reserves	33,835	-	-	-	-	33,835
Elimination of appropriations to reserves	(1,537,448)	-	-	-	-	(1,537,448)
Consolidation of reserve operations	(194,461)	-	-	-	-	(194,461)
Elimination of consolidated entity operations	(9,932)	-	-	-	-	(9,932)
Amortization of tangible capital assets	1,125,796	22,310	28,091	93,758	744,973	2,014,928
Principal portion of long term debt	(168,095)	-	(29,482)	(51,623)	(672,183)	(921,383)
Proceeds on disposal of assets	-	-	-	-	-	-
Loss (gain) on disposal of assets	-	-	-	-	-	-
Acquisitions of capital assets from operating funds	(1,348,975)	-	-	-	-	(1,348,975)
<b>ESTIMATED EXCESS (DEFICIENCY) OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***</b>	<b>(81,322)</b>	<b>(125,269)</b>	<b>10,769</b>	<b>115,375</b>	<b>2,346,234</b>	<b>2,265,787</b>
						8,616,539

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CHARTERED PROFESSIONAL ACCOUNTANTS INC