

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

**Consolidated Financial Statements
For the Year Ended December 31, 2019**

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the *Municipality of North Cypress-Langford* 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.

The Council is composed of individuals who are neither management nor employees of the Municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

MNP LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's Report is addressed to the Reeve 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.

Trish Fraser
Chief Administrative Officer



INDEPENDENT AUDITOR'S REPORT

To the Reeve and Members of Council of the
MUNICIPALITY OF NORTH CYPRESS - LANGFORD

Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the consolidated financial statements of the Municipality of North Cypress-Langford which comprise the consolidated statement of financial position as at December 31, 2019, and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of North Cypress-Langford as at December 31, 2019, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Qualified Opinion

We were unable to satisfy ourselves concerning the opening or closing inventory quantity. Accordingly, we were unable to determine whether any adjustments might have been necessary in regard to inventories, expenses, accumulated surplus, changes in net financial assets, and cash flows.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Municipality of North Cypress-Langford 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 of North Cypress-Langford'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 of North Cypress-Langford to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality of North Cypress-Langford's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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



INDEPENDENT AUDITOR'S REPORT

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 North Cypress-Langford'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 North Cypress-Langford's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Municipality of North Cypress-Langford 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

November 19th, 2020
Brandon, Manitoba

Chartered Professional Accountants

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

Consolidated Financial Statements For the Year Ended December 31, 2019

Consolidated Statement of Financial Position	6
Consolidated Statement of Operations	7
Consolidated Statement of Change in Net Financial Assets	8
Consolidated Statement of Cash Flows	9
Notes to the Consolidated Financial Statements	10
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	20
Schedule 2 - Consolidated Schedule of Revenues	21
Schedule 3 - Consolidated Schedule of Expenses	22
Schedule 4 - Consolidated Statement of Operations by Program	24
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	26
Schedule 6 - Schedule of Change in Reserve Fund Balances	27
Schedule 7 - Schedule of L.U.D. Operations	30
Schedule 8 - Schedule of Financial Position for Utility	31
Schedule 9 - Schedule of Utility Operations	32
Schedule 10 - Reconciliation of the Financial Plan to the Budget	34
Schedule 11 - Analysis of Taxes on Roll	35
Schedule 12 - Analysis of Tax Levy	36
Schedule 13 - Schedule of General Operating Fund Expenses	37
Schedule 14 - Reconciliation of Annual Surplus (Deficit)	39

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2019

	<u>2019</u>	<u>2018</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 5,414,513	\$ 4,839,832
Amounts receivable (Note 4)	907,268	1,330,752
Loans and advances	42,488	37,488
Real estate properties held for sale	9,071	9,071
Other inventories for sale (Note 5)	3,480	3,480
	<u>\$ 6,376,820</u>	<u>\$ 6,220,623</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 498,340	\$ 1,113,112
Unearned revenue	10,359	11,953
Landfill closure and post closure liabilities (Note 7)	6,288	5,611
Long-term debt (Note 9)	57,717	85,079
	<u>572,704</u>	<u>1,215,755</u>
NET FINANCIAL ASSETS	<u>\$ 5,804,116</u>	<u>\$ 5,004,868</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 11,296,113	\$ 12,082,040
Inventories (Note 5)	370,807	416,058
Prepaid expenses	63,150	41,459
	<u>11,730,070</u>	<u>12,539,557</u>
ACCUMULATED SURPLUS (Note 16)	<u>\$ 17,534,186</u>	<u>\$ 17,544,425</u>

COMMITMENTS AND CONTINGENCIES (NOTES 8 AND 12)

Approved on behalf of council:

 Reeve

 Councillor

The accompanying notes are an integral part of these consolidated financial statements

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2019

	<u>2019 Budget (Note 15)</u>	<u>2019 Actual</u>	<u>2018 Actual</u>
REVENUE			
Property taxes	\$ 3,044,134	\$ 3,137,183	\$ 3,007,852
Grants in lieu of taxation	608,854	608,562	580,730
User fees	485,389	483,171	541,187
Permits, licences and fines	32,003	32,003	31,192
Investment income	76,469	155,155	133,174
Other revenue	167,670	184,079	271,626
Water and sewer	105,800	117,425	207,059
Grants - Province of Manitoba	255,634	282,939	223,962
Grants - other	478,639	480,556	254,868
	<u>5,254,592</u>	<u>5,481,073</u>	<u>5,251,650</u>
Total revenue (Schedules 2, 4 and 5)			
EXPENSES			
General government services	623,028	630,227	611,722
Protective services	187,336	172,336	162,028
Transportation services	2,491,354	2,365,542	2,101,482
Environmental health services	418,047	404,661	395,850
Public health and welfare services	169,345	173,268	142,098
Regional planning and development	72,618	72,648	69,446
Resource conservation and industrial development	393,169	138,171	131,301
Recreation and cultural services	668,106	1,381,637	889,917
Water and sewer services	135,981	152,822	135,201
	<u>5,158,984</u>	<u>5,491,312</u>	<u>4,639,045</u>
Total expenses (Schedules 3, 4 and 5)			
ANNUAL SURPLUS (DEFICIT)	<u><u>\$ 95,608</u></u>	<u><u>(10,239)</u></u>	612,605
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>17,544,425</u>	<u>16,931,820</u>
ACCUMULATED SURPLUS, END OF YEAR		<u><u>\$ 17,534,186</u></u>	<u><u>\$ 17,544,425</u></u>

The accompanying notes are an integral part of these consolidated financial statements

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2019

	<u>2019 Budget (Note 15)</u>	<u>2019 Actual</u>	<u>2018 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 95,608	\$ (10,239)	\$ 612,605
Acquisition of tangible capital assets	(471,124)	(558,812)	(731,567)
Amortization of tangible capital assets	834,109	834,109	589,409
Loss (Gain) on sale of tangible capital assets	-	447,917	(65,015)
Proceeds on sale of tangible capital assets	-	62,696	104,796
Change in ownership of gov't partnerships	-	17	12
Decrease (increase) in inventories	-	45,251	(259,326)
Decrease (increase) in prepaid expense	-	(21,691)	22,088
	<u>362,985</u>	<u>809,487</u>	<u>(339,603)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 458,593</u>	799,248	273,002
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>5,004,868</u>	<u>4,731,866</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 5,804,116</u>	<u>\$ 5,004,868</u>

The accompanying notes are an integral part of these consolidated financial statements

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2019

	<u>2019</u>	<u>2018</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (10,239)	\$ 612,605
Changes in non-cash items:		
Amounts receivable	423,484	41,852
Inventories	45,251	(259,326)
Prepays	(21,691)	22,088
Accounts payable and accrued liabilities	(614,772)	475,259
Unearned revenue	(1,594)	(56,849)
Landfill closure and post closure liabilities	677	621
Change in ownership of gov't partnerships	17	12
Loss (Gain) on sale of tangible capital asset	447,917	(65,015)
Amortization	834,109	589,409
	<u>1,103,159</u>	<u>1,360,656</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	62,696	104,796
Cash used to acquire tangible capital assets	(558,812)	(731,567)
	<u>(496,116)</u>	<u>(626,771)</u>
INVESTING TRANSACTIONS		
Loans and advances issued	(5,000)	-
FINANCING TRANSACTIONS		
Debt repayment	(27,362)	(26,464)
	<u>574,681</u>	<u>707,421</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	574,681	707,421
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	4,839,832	4,132,411
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 5,414,513</u>	<u>\$ 4,839,832</u>

The accompanying notes are an integral part of these consolidated financial statements

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

1. Status of the Municipality of North Cypress-Langford

The incorporated Municipality of North Cypress-Langford is a municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The "Municipality of North Cypress-Langford" reflects the amalgamation of the former "Rural Municipality of North-Cypress" and the "Rural Municipality of Langford". The Municipality provides or funds municipal services such as police, fire, public works, planning, parks and recreation, library and other general government operations. The Municipality also owns one utility, 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 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:

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenue 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. There are no controlled organizations.

The Municipality has several partnership agreements in place, and as such, consistent with Canadian Public Sector Accounting Standards for government partnerships, the following local agencies, boards and commissions are accounted for on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenue 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:

Carberry Community Memorial Hall (50%) (2018 – 50%)
Carberry Plains Archives (50%) (2018 – 50%)
Carberry Plains Arts Council (50%) (2018 – 50%)
Carberry Plains Community Centre Capital Fund (0%) (2018 - 50%)
Carberry Plains Community Centre Operating Fund (50%) (2018 - 50%)
Carberry North Cypress-Langford Recreation (50%) (2018 - 0%)
Carberry Plains Cemetery Inc. (50%) (2018 - 50%)
Carberry Plains Cultural Centre - Museum (50%) (2018 - 50%)
Carberry Plains Service for Seniors (50%) (2018 - 50%)
Carberry Handi-Van Service (50%) (2018 - 50%)
The Cypress Planning District (41.46%) (2018 - 41.46%)
Evergreen Environmental Technologies Ltd. (21.25%) (2018 - 21.25%)
Western Manitoba Regional Library (3.75%) (2018 - 3.79%)

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.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

2. Significant Accounting Policies (continued)

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 statement of financial position date.

f) Landfill Closure and Post Closure Liabilities

The estimated costs 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 revenue 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	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 to 50 years
Buildings	25 to 40 years
Underground networks	40 to 60 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

2. Significant Accounting Policies (continued)

h) Tangible Capital Assets (continued)

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 of 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 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 revenue 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 consolidated 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.

m) Recent Accounting Pronouncements

Portfolio Investments (PS 3041)

In March 2012, as a result of the issuance of PS 3450 Financial Instruments, the Public Sector Accounting Board (PSAB) issued new PS 3041 Portfolio Investments, which revises and replaces PS 3030 Temporary Investments and PS 3040 Portfolio Investments. The main features of the new standard are:

- PS 3041 does not make a distinction between temporary and portfolio investments, and is cross referenced and conformed to the requirements of PS 3450.
- Investments previously within the scope of PS 3030, which are not cash equivalents, are now accounted for within the scope of PS 3041.

This Section is effective in the same period PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3450 are adopted. PS 1201, PS 2601 and PS 3450 are to be adopted together and are effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. Early adoption is permitted.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

2. Significant Accounting Policies (continued)

m) Recent Accounting Pronouncements (continued)

Financial Instruments (PS 3450)

In June 2011, the Public Sector Accounting Board (PSAB) issued new PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. The main features of the new standard are:

- Financial instruments are classified into two measurement categories: fair value, or cost or amortized cost.
 - Almost all derivatives, including embedded derivatives not closely related to the host contract, are measured at fair value.
 - Portfolio investments in equity instruments quoted in an active market are measured at fair value.
 - Other financial assets and financial liabilities are generally measured at cost or amortized cost.
 - An entity may elect to measure any group of financial assets or financial liabilities (or both) at fair value when the entity has a risk management or investment strategy to manage those items on a fair value basis.
- Remeasurement gains and losses on financial instruments measured at fair value are reported in the statement of remeasurement gains and losses until the financial instrument is derecognized.
- Budget to actual comparisons are not required within the statement of remeasurement gains and losses;
- Financial liabilities are derecognized when, and only when, they are extinguished.
- Financial assets and financial liabilities are only offset and reported on a net basis if a legally enforceable right to set off the recognized amounts exist, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

In May 2012, the transitional provisions for this Section were amended, effective at the time the standard is initially applied, to clarify that the measurement provisions are applied prospectively. Adjustments to previous carrying amounts are recognized in opening accumulated remeasurement gains or losses. Additionally, a new transitional provision has been added that applies to government organizations transitioning from the standards in Part V of the CPA Canada Handbook – Accounting with items classified as available for sale. Accumulated other comprehensive income (OCI) from items classified as available for sale is recognized in accumulated remeasurement gains or losses on transition.

PS 3450 was to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. In the period that a public sector entity applies PS 3450, it also applies PS 1201, PS 2601 and PS 3041. Early adoption is permitted.

Asset Retirement Obligations (PS 3280)

In August 2018, new PS 3280 Asset Retirement Obligations was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new PS 3280 establishes standards on how to account for and report a liability for asset retirement obligations (ARO). As asset retirement obligations associated with landfills are included in the scope of new PS 3280, PS 3270 Solid Waste Landfill Closure and Post-Closure Liability will be withdrawn.

The main features of this standard are as follows:

- An ARO represents a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic matter.
- When an asset is no longer in productive use, the associated asset retirement costs are expensed.
- Measurement of the ARO liability should result in the best estimate of the amount required to retire a tangible capital asset at the financial statement date.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- The best method to estimate the liability is often a present value technique.

This standard is effective for fiscal years beginning on or after April 1, 2021. Early adoption is permitted.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2019</u>	<u>2018</u>
Cash	\$ 3,281,785	\$ 2,638,333
Temporary investments	<u>2,132,728</u>	<u>2,201,499</u>
	<u>\$ 5,414,513</u>	<u>\$ 4,839,832</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$3,568,876 (2018 - \$2,703,949) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. Included in the reserve is cash of \$3,112,910 (2018 - \$2,703,949).

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2019</u>	<u>2018</u>
Taxes on roll (Schedule 11)	\$ 333,333	\$ 264,030
Government grants	221,337	252,534
Utility customers	25,749	24,079
Accrued interest	37,592	38,160
Organizations and individuals	122,383	248,569
Other governments	<u>168,295</u>	<u>514,574</u>
	908,689	1,341,946
Less allowances for doubtful amounts	<u>(1,421)</u>	<u>(11,194)</u>
	<u>\$ 907,268</u>	<u>\$ 1,330,752</u>

5. Inventories

Inventories for sale:

	<u>2019</u>	<u>2018</u>
History books	<u>\$ 3,480</u>	<u>\$ 3,480</u>

Inventories for use:

	<u>2019</u>	<u>2018</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	7,038	6,247
Culverts	-	-
Aggregate	354,284	404,125
Other supplies	<u>9,485</u>	<u>5,686</u>
	<u>\$ 370,807</u>	<u>\$ 416,058</u>

6. Accounts Payable and Accrued Liabilities

	<u>2019</u>	<u>2018</u>
Accounts payable	\$ 623,962	\$ 1,085,697
Accrued expenses	82,863	69,798
Accrued interest payable	-	-
School levies	-	81,774
Other governments	<u>(208,485)</u>	<u>(124,157)</u>
	<u>\$ 498,340</u>	<u>\$ 1,113,112</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

7. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

Evergreen Environmental Technologies Ltd. is currently operating a Class 1 landfill site in the Rural Municipality of Minto-Odanah. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

	<u>2019</u>	<u>2018</u>
Estimated closure and post closure costs over the next 75 years	<u>\$ 677,680</u>	<u>\$ 677,680</u>
Discount rate	<u>6.00%</u>	<u>6.00%</u>
Discounted costs	<u>\$ 33,288</u>	<u>\$ 31,565</u>
Expected year capacity will be reached	2094	2094
Capacity (tonnes):		
Used to date	23,481	22,100
Remaining	<u>100,831</u>	<u>102,212</u>
Total	<u>124,312</u>	<u>124,312</u>
Percent utilized	<u>18.89%</u>	<u>17.78%</u>
Liability based on percentage	<u><u>\$ 6,288</u></u>	<u><u>\$ 5,611</u></u>

8. Commitments

During 2018 Evergreen Environmental Technologies Corporation forwarded \$42,500 to the Rural Municipality of Minto-Odanah towards the Zero Waste Project in partnership with the Rural Municipality of Minto-Odanah, Celtic Power, Eco West and the Federation of Canadian Municipalities. The goal of the project is to reduce green house gas emissions through the reduction of garbage into the cells. The project commenced in 2019.

During 2018 Evergreen Environmental Technologies Corporation started the construction of a new cell and leachate pond. As of December 31, 2019 the project was still under construction with total costs capitalized to date of \$35,274. The project is expected to be completed in 2020 with an estimated total project cost of \$172,132.

Evergreen Environmental Technologies Corporation entered into a five year lease agreement beginning January 1, 2017 where 195 acres of land is leased at \$18/acre equal to \$3,522 per year. The lease agreement expires January 1, 2022.

The Western Manitoba Regional Library leases premises in Brandon, Hartney, Carberry, Glenboro and Neepawa including a five year agreement ending December 31, 2020 with the City of Brandon. Rental commitments with the City of Brandon for 2019 and 2020 are \$9,307, and \$9,726.

The Municipality is committed to purchase gravel under a new purchase contract for a total of 80,000 yards of gravel for a four year term, ending in 2023. The commitment for 2020 is \$20,000.

The Municipality is committed to support the fundraising efforts of the Neepawa and District Medical Committee in their application to conduct a Fund Raising Lottery and agreed to fund any shortcomings in the line of credit as per contribution agreement.

The Municipality has committed to an annual contribution of \$60,000 to the North Cypress/ Carberry Recreation Reserve Fund held with the Carberry and Area Community Foundation. Encroachment of capital is permitted upon receipt of a letter of resolution signed by both Reeve and Mayor on behalf of joint Councils. The balance in this fund is \$1,075,344 as per the 2019 Financial Statements of the Carberry and Area Community Foundation.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

9. Long-Term Debt

	<u>2019</u>	<u>2018</u>
General Authority:		
Bank of Montreal Inc., loan with annual payments of \$30,512, interest at a rate of 3.70%. Secured by a GSA, matures December 2021.	<u>\$ 57,717</u>	<u>\$ 85,079</u>

Principal payments required in each of the next two years are as follows:

2020	\$ 28,374
2021	\$ 29,343

10. 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 are expected to be **\$154,534** (2018 - \$162,685) 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, 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.

11. Financial Instruments

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion that 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 values of these financial instruments approximate their carrying values.

12. Contingencies

Various claims have been made against the Municipality as at December 31, 2019. If proven, it is possible that these claims may have a material adverse effect on the financial position of the Municipality. The Municipality is disputing the claims and as the outcome is not determinable at this time, no amount has been accrued in the financial statements.

13. Soil Farm Payable

The payable is set up to pay the Rural Municipality of Minto-Odanah 20% of the profits of the completed soil farm projects, as per the signed agreement. During the year the projects that were completed had a total profit of \$36,285 (2018 - \$2,576) which resulted in a payable of \$7,257 (2018 - \$515).

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

14. Subsequent Events

Subsequent to year-end, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian federal, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

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 10 - Reconciliation of the Financial Plan to the Budget.

16. Accumulated Surplus

	<u>2019</u>	<u>2018</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,952,987	\$ 1,851,748
Utility operating fund - Deficit	(41,652)	(60,910)
TCA net of related borrowings	10,830,014	11,626,598
Reserve funds	<u>3,286,876</u>	<u>2,703,949</u>
Accumulated surplus of Municipality unconsolidated	16,028,225	16,121,385
Accumulated surpluses of consolidated entities	<u>1,505,961</u>	<u>1,423,040</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u><u>\$ 17,534,186</u></u>	<u><u>\$ 17,544,425</u></u>

17. Public Sector Compensation Disclosure

It is a requirement of The Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$75,000 annually to any member of council, officer or employee of the municipality. For the year ended December 31, 2019:

- a) There were no members of council receiving compensation in excess of \$75,000 individually.
- b) No officers and employees received compensation in excess of \$75,000.

It is a requirement of The Municipal Act that the annual consolidated financial statement disclose the amount of compensation, expenses and any other payment made to council or committee members by the type of each payment and the total amount of payment to each member of council of the Municipality. For the year ended December 31, 2019:

- c) Compensation paid to members of council amounted to \$87,005 in aggregate.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Bob Adriaansen	\$ 15,565	\$ 4,188	\$ 19,753
Deputy Reeve - Ray Drayson	13,818	4,436	18,254
Councillor - Harold Tolton	11,888	1,597	13,485
Councillor - Fred Jackson	9,371	851	10,222
Councillor - Malcom Murray	12,248	2,155	14,403
Councillor - Dallis Olmstead	12,420	2,685	15,105
Councillor - David Blair	<u>11,695</u>	<u>1,973</u>	<u>13,668</u>
	<u><u>\$ 87,005</u></u>	<u><u>\$ 17,885</u></u>	<u><u>\$ 104,890</u></u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

18. Trust Funds

The Municipality of North Cypress-Langford administers the following trust:

	Balance, beg. of the year	Excess of Receipts over Disbursements	Balance, end of the year
<i>Search & Rescue Trust</i>	<u>\$ 19,789</u>	<u>\$ 389</u>	<u>\$ 20,178</u>

19. Segmented Information

The Municipality of North Cypress-Langford provides a wide range 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
- Resource Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenue 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 consolidated financial statements as described in the summary of significant accounting policies.

20. 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>
Financial Position		
Financial assets	\$ 930,634	\$ 646,077
Financial liabilities	<u>(162,768)</u>	<u>(404,461)</u>
Net financial assets	\$ 1,093,402	\$ 1,050,538
Non-financial assets	<u>412,559</u>	<u>372,502</u>
Accumulated surplus	<u>\$ 1,505,961</u>	<u>\$ 1,423,040</u>
Result of Operations		
Revenue	\$ 635,145	\$ 561,284
Expenses	<u>552,224</u>	<u>506,640</u>
Annual surplus	<u>\$ 82,921</u>	<u>\$ 54,644</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

21. Public Utilities Board

The Public Utilities Board (PUB) regulates the rates charged by all water and wastewater utilities, except the City of Winnipeg Utility and wholesale water rates set by the Manitoba Water Services Board. The PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. The PUB's prescribed accounting policies on tangible or contributed capital assets and government transfers allow for adjustments to be made, for rate setting purposes, which do not meet PSAB standards.

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

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

Water services:

<u>Description of Utility</u>	<u>Unamortized Opening Balance</u>	<u>Additions During Year</u>	<u>Amortization During Year</u>	<u>Unamortized Balance Ending</u>
Water Supply Pipeline	<u>\$ 477,747</u>	<u>\$ -</u>	<u>\$ 15,247</u>	<u>\$ 462,500</u>

22. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year presentation.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2019

SCHEDULE 1

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2019	2018
Cost										
Opening costs	2,789,060	2,980,977	5,531,200	42,281	1,912	15,258,822	1,507,043	-	28,111,295	27,594,408
Additions during the year	-	-	169,399	253	363,050	16,757	9,353	-	558,812	731,567
Transfer during the year	-	-	-	-	-	-	-	-	-	-
Disposals and write downs	(1,113)	(559,115)	(124,432)	(61)	-	-	-	-	(684,721)	(214,680)
Closing costs	2,787,947	2,421,862	5,576,167	42,473	364,962	15,275,579	1,516,396	-	27,985,386	28,111,295
Accumulated Amortization										
Opening accum'd amortization	412,074	1,231,056	2,070,436	40,607	-	11,776,327	498,755	-	16,029,255	15,614,733
Amortization	49,500	58,462	411,862	572	-	283,532	30,181	-	834,109	589,409
Disposals and write downs	-	(116,679)	(57,368)	(44)	-	-	-	-	(174,091)	(174,887)
Closing accum'd amortization	461,574	1,172,839	2,424,930	41,135	-	12,059,859	528,936	-	16,689,273	16,029,255
Net Book Value of Tangible Capital Assets	2,326,373	1,249,023	3,151,237	1,338	364,962	3,215,720	987,460	-	11,296,113	12,082,040

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
Property taxes		
Municipal taxes levied (Schedule 12)	\$ 3,024,427	\$ 2,942,858
Taxes added	112,756	64,994
	<u>3,137,183</u>	<u>3,007,852</u>
Grants in lieu of taxation		
Federal government	559,394	533,393
Federal government enterprises	-	-
Provincial government	6,071	5,949
Provincial government enterprises	19,422	18,816
Other municipal governments	-	-
Non-government organizations	23,675	22,572
	<u>608,562</u>	<u>580,730</u>
User fees		
Parking meters	-	-
Sales of service	194,659	288,622
Sales of goods	9,753	10,695
Rentals	67,816	64,111
Development charges	-	-
Facility use fees	210,943	177,759
	<u>483,171</u>	<u>541,187</u>
Permits, licences and fines		
Permits	25,845	27,590
Licences	-	-
Fees	4,281	3,568
Fines	1,877	34
	<u>32,003</u>	<u>31,192</u>
Investment income		
Cash and temporary investments	155,155	133,174
Marketable securities	-	-
Municipal debentures	-	-
	<u>155,155</u>	<u>133,174</u>
Other revenue		
Gain on sale of tangible capital assets	11,723	65,015
Gain on sale of real estate held for sale	1,562	-
Contributed assets	-	-
Penalties and interest	30,356	29,848
Miscellaneous	140,438	176,763
	<u>184,079</u>	<u>271,626</u>
Water and sewer		
Municipal utility (Schedule 9)	117,425	207,059
Consolidated water co-operatives	-	-
	<u>117,425</u>	<u>207,059</u>
Grants - Province of Manitoba		
Municipal operating grants	222,384	150,647
Other unconditional grants	-	-
Conditional grants	60,555	73,315
	<u>282,939</u>	<u>223,962</u>
Grants - other		
Federal government - gas tax funding	294,449	148,630
Federal government - other	2,764	22,843
Other municipal governments	183,343	83,395
	<u>480,556</u>	<u>254,868</u>
Total revenue	<u>\$ 5,481,073</u>	<u>\$ 5,251,650</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
General government services		
Legislative	\$ 113,351	\$ 119,679
General administrative	395,786	401,533
Other	121,090	90,510
	<u>630,227</u>	<u>611,722</u>
Protective services		
Police	4,605	4,524
Fire	154,798	143,112
Emergency measures	11,913	11,645
Other	1,020	2,747
	<u>172,336</u>	<u>162,028</u>
Transportation services		
Road transport		
Administration and engineering	1,262	1,895
Road and street maintenance	2,197,641	1,966,541
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	5,913	5,887
Other	126,154	89,556
Air transport	-	-
Public transit	34,572	37,603
Other	-	-
	<u>2,365,542</u>	<u>2,101,482</u>
Environmental health services		
Waste collection and disposal	396,177	388,052
Recycling	1,038	866
Other	7,446	6,932
	<u>404,661</u>	<u>395,850</u>
Public health and welfare services		
Public health	165,309	134,218
Medical care	-	-
Social assistance	3,083	3,083
Other	4,876	4,797
	<u>173,268</u>	<u>142,098</u>
Regional planning and development		
Planning and zoning	72,648	69,446
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>72,648</u>	<u>69,446</u>
Resource conservation and industrial development		
Rural area weed control	35,865	30,837
Drainage of land	-	-
Veterinary services	3,270	3,270
Water resources and conservation	49,211	49,918
Regional development	31,060	27,613
Industrial development	-	-
Tourism	-	-
Other	18,765	19,663
	<u>138,171</u>	<u>131,301</u>
Sub-totals forward	<u>3,956,853</u>	<u>3,613,927</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
Sub-totals forward	3,956,853	3,613,927
Recreation and cultural services		
Administration	239,826	144,313
Community centers and halls	167,671	137,445
Swimming pools and beaches	-	-
Golf courses	3,000	2,000
Skating and curling rinks	603,723	151,621
Parks and playgrounds	147,861	204,616
Other recreational facilities	80,616	103,597
Museums	11,771	18,690
Libraries	89,292	85,776
Other cultural facilities	37,877	41,859
	1,381,637	889,917
Water and sewer services		
Municipal utility (Schedule 9)	152,822	135,201
Consolidated water co-operatives	-	-
	152,822	135,201
Total expenses	\$ 5,491,312	\$ 4,639,045

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2019

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE										
Property taxes	\$ 3,137,183	\$ 3,007,852	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	608,562	580,730	-	-	-	-	-	-	-	-
User fees	26,935	17,335	21,250	38,454	79,840	91,482	242,545	227,983	16,278	39,087
Grants - other	-	-	-	-	299,158	153,451	1,594	-	33,193	16,004
Permits, licences and fines	-	-	-	-	-	-	-	-	-	-
Investment income	92,997	78,941	3,847	3,843	20,666	19,580	3,462	3,880	4,327	3,519
Other revenue	98,317	93,410	-	27,000	6,370	64,170	5,393	2,526	4,818	7,365
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	222,384	150,647	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	2,223	-	-	5,413	11,019	-	-	-	15,207
Total revenue	\$ 4,186,378	\$ 3,931,138	\$ 25,097	\$ 69,297	\$ 411,447	\$ 339,702	\$ 252,994	\$ 234,389	\$ 58,616	\$ 81,182
EXPENSES										
Personnel services	\$ 248,115	\$ 242,219	\$ -	\$ -	\$ 490,406	\$ 546,412	\$ 83,401	\$ 81,040	\$ 55,216	\$ 44,498
Contract services	237,383	248,912	89,692	91,686	800,413	782,645	232,435	263,328	6,334	4,541
Utilities	12,400	7,334	5,727	5,194	23,034	25,179	8,213	8,435	1,082	811
Maintenance materials and supplies	8,250	7,848	30,362	16,635	429,200	401,101	29,615	30,456	34,524	9,970
Grants and contributions	41,941	37,575	-	-	4,941	5,320	-	(28,137)	25,470	32,220
Amortization	5,593	6,316	46,336	46,386	594,524	340,186	22,916	27,511	44,035	44,185
Interest on long term debt	-	-	-	-	-	-	64	-	-	-
Other	76,545	61,518	219	2,127	23,024	639	28,017	13,217	6,607	5,873
Total expenses	\$ 630,227	\$ 611,722	\$ 172,336	\$ 162,028	\$ 2,365,542	\$ 2,101,482	\$ 404,661	\$ 395,850	\$ 173,268	\$ 142,098
Surplus (Deficit)	\$ 3,556,151	\$ 3,319,416	\$ (147,239)	\$ (92,731)	\$ (1,954,095)	\$ (1,761,780)	\$ (151,667)	\$ (161,461)	\$ (114,652)	\$ (60,916)

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

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2019

SCHEDULE 4

	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
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,137,183	\$ 3,007,852
Grants in lieu of taxation	-	-	-	-	-	-	-	-	608,562	580,730
User fees	-	-	-	23,856	96,323	102,990	-	-	483,171	541,187
Grants - other	11,650	11,650	-	-	134,961	73,763	-	-	480,556	254,868
Permits, licences and fines	32,003	31,158	-	-	-	34	-	-	32,003	31,192
Investment income	-	1,354	276	-	25,318	17,911	4,262	4,146	155,155	133,174
Other revenue	-	-	-	-	69,181	77,155	-	-	184,079	271,626
Water and sewer	-	-	-	-	-	-	117,425	207,059	117,425	207,059
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	222,384	150,647
Prov of MB - Conditional Grants	-	3,545	-	-	55,142	41,321	-	-	60,555	73,315
Total revenue	\$ 43,653	\$ 47,707	\$ 276	\$ 23,856	\$ 380,925	\$ 313,174	\$ 121,687	\$ 211,205	\$ 5,481,073	\$ 5,251,650
EXPENSES										
Personnel services	\$ 48,886	\$ 39,622	\$ 35,297	\$ 22,918	\$ 231,674	\$ 269,673	\$ 9,872	\$ 8,944	\$ 1,202,867	\$ 1,255,326
Contract services	24,230	31,458	25,634	33,345	37,804	55,631	4,702	3,082	1,458,627	1,514,628
Utilities	1,457	1,265	355	353	45,459	48,877	2,635	2,524	100,362	99,972
Maintenance materials and supplies	2,152	2,663	5,305	3,149	156,136	73,400	105,432	92,004	800,976	637,226
Grants and contributions	(8,251)	(8,251)	52,481	51,774	390,499	351,865	-	-	507,081	442,366
Amortization	-	-	15,517	15,517	75,007	80,661	30,181	28,647	834,109	589,409
Interest on long term debt	-	-	3,248	4,145	-	-	-	-	3,312	4,145
Other	4,174	2,689	334	100	445,058	9,810	-	-	583,978	95,973
Total expenses	\$ 72,648	\$ 69,446	\$ 138,171	\$ 131,301	\$ 1,381,637	\$ 889,917	\$ 152,822	\$ 135,201	\$ 5,491,312	\$ 4,639,045
Surplus (Deficit)	\$ (28,995)	\$ (21,739)	\$ (137,895)	\$ (107,445)	\$ (1,000,712)	\$ (576,743)	\$ (31,135)	\$ 76,004	\$ (10,239)	\$ 612,605

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
REVENUE								
Property taxes	\$ 3,137,183	\$ 3,007,852	\$ -	\$ -	\$ -	\$ -	\$ 3,137,183	\$ 3,007,852
Grants in lieu of taxation	608,562	580,730	-	-	-	-	608,562	580,730
User fees	180,700	215,223	-	-	302,471	325,964	483,171	541,187
Grants - other	298,274	174,957	-	-	182,282	79,911	480,556	254,868
Permits, licences and fines	-	-	-	-	32,003	31,192	32,003	31,192
Investment income	146,686	129,105	-	-	8,469	4,069	155,155	133,174
Other revenue	107,409	214,580	-	-	76,670	57,046	184,079	271,626
Water and sewer	117,425	207,059	-	-	-	-	117,425	207,059
Prov of MB - Unconditional Grants	222,384	150,647	-	-	-	-	222,384	150,647
Prov of MB - Conditional Grants	27,305	10,213	-	-	33,250	63,102	60,555	73,315
Total revenue	\$ 4,845,928	\$ 4,690,366	\$ -	\$ -	\$ 635,145	\$ 561,284	\$ 5,481,073	\$ 5,251,650
EXPENSES								
Personnel services	\$ 936,254	\$ 1,050,178	\$ -	\$ -	\$ 266,613	\$ 205,148	\$ 1,202,867	\$ 1,255,326
Contract services	1,394,336	1,363,984	-	-	64,291	150,644	1,458,627	1,514,628
Utilities	46,124	44,347	-	-	54,238	55,625	100,362	99,972
Maintenance materials and supplies	597,497	532,232	-	-	203,479	104,994	800,976	637,226
Grants and contributions	611,488	506,175	-	-	(104,407)	(63,809)	507,081	442,366
Amortization	803,326	552,746	-	-	30,783	36,663	834,109	589,409
Interest on long term debt	3,248	4,145	-	-	-	-	3,248	4,145
Other	546,815	78,598	-	-	37,227	17,375	584,042	95,973
Total expenses	\$ 4,939,088	\$ 4,132,405	\$ -	\$ -	\$ 552,224	\$ 506,640	\$ 5,491,312	\$ 4,639,045
Surplus (Deficit)	\$ (93,160)	\$ 557,961	\$ -	\$ -	\$ 82,921	\$ 54,644	\$ (10,239)	\$ 612,605

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2019

SCHEDULE 6

	2019							
	General Reserve	Equipment Replacement Reserve	Municipal Building Reserve	Gas Tax Reserve	Fire Safety Reserve	Shelterbelt Reserve	Health Care Reserve	Sub-total
REVENUE								
Investment income	\$ 7,698	\$ 9,939	\$ 6,245	\$ 4,868	\$ 1,844	\$ 276	\$ 1,311	\$ 32,181
Other income	-	-	-	-	-	-	-	-
Total revenue	7,698	9,939	6,245	4,868	1,844	276	1,311	32,181
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	7,698	9,939	6,245	4,868	1,844	276	1,311	32,181
TRANSFERS								
Transfers from general operating fund	-	300,000	132,750	294,449	22,500	5,000	-	754,699
Transfers to general operating fund	-	-	-	-	-	-	(4,876)	(4,876)
Transfers between reserve funds	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(80,308)	(309,000)	(16,757)	-	-	-	(406,065)
CHANGE IN RESERVE FUND BALANCES	7,698	229,631	(170,005)	282,560	24,344	5,276	(3,565)	375,939
FUND SURPLUS, BEGINNING OF YEAR	358,438	372,582	256,796	246,940	76,166	10,583	53,271	1,374,776
FUND SURPLUS, END OF YEAR	\$ 366,136	\$ 602,213	\$ 86,791	\$ 529,500	\$ 100,510	\$ 15,859	\$ 49,706	\$ 1,750,715

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2019

SCHEDULE 6

	2019							
	Recreation Reserve	Wellness Reserve	Montrose School Cairn Reserve	Road Building Reserve	Equipment Repair Reserve	Emergency Services Reserve	Environmental Reserve	Sub-total
REVENUE								
Investment income	\$ 20,230	\$ 2,285	\$ 23	\$ 4,635	\$ 291	\$ 2,002	\$ 1,396	\$ 63,043
Other income	-	-	-	-	-	-	-	-
Total revenue	20,230	2,285	23	4,635	291	2,002	1,396	63,043
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	20,230	2,285	23	4,635	291	2,002	1,396	63,043
TRANSFERS								
Transfers from general operating fund	59,243	10,000	-	150,000	-	-	-	973,942
Transfers to general operating fund	(13,876)	-	-	-	-	-	-	(18,752)
Transfers between reserve funds	-	82,027	-	-	-	(82,027)	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	(406,065)
CHANGE IN RESERVE FUND BALANCES	65,597	94,312	23	154,635	291	(80,025)	1,396	612,168
FUND SURPLUS, BEGINNING OF YEAR	758,889	80,940	856	173,744	9,616	80,025	52,359	2,531,205
FUND SURPLUS, END OF YEAR	\$ 824,486	\$ 175,252	\$ 879	\$ 328,379	\$ 9,907	\$ -	\$ 53,755	\$ 3,143,373

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2019

SCHEDULE 6

	2019				2018
	PCH/ Lake Irwin	Water	Capital Water	Total	Total
REVENUE					
Investment income	\$ 324	\$ 4,239	\$ 24	\$ 67,630	\$ 64,927
Other income	-	-	-	-	-
Total revenue	324	4,239	24	67,630	64,927
EXPENSES					
Investment charges	-	-	-	-	-
Other expenses	-	-	-	-	-
Total expenses	-	-	-	-	-
NET REVENUES	324	4,239	24	67,630	64,927
TRANSFERS					
Transfers from general operating fund	-	-	-	973,942	807,996
Transfers to general operating fund	-	-	-	(18,752)	(161,108)
Transfers between reserve funds	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-
Transfers to utility operating fund	-	(33,828)	-	(33,828)	(5,918)
Acquisition of tangible capital assets	-	-	-	(406,065)	(544,944)
CHANGE IN RESERVE FUND BALANCES	324	(29,589)	24	582,927	160,953
FUND SURPLUS, BEGINNING OF YEAR	12,189	159,657	898	2,703,949	2,542,996
FUND SURPLUS, END OF YEAR	\$ 12,513	\$ 130,068	\$ 922	\$ 3,286,876	\$ 2,703,949

SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2019

	<u>2019 Budget</u>	<u>2019 Actual</u>	<u>2018 Actual</u>
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>
Net revenue (expenses)	-	-	-
Transfers			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	<u>\$ -</u>	-	-
Unexpended balance, beginning of year		<u>-</u>	<u>-</u>
Unexpended balance, end of year		<u>\$ -</u>	<u>\$ -</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF FINANCIAL POSITION FOR UTILITY
As at December 31, 2019

SCHEDULE 8

		2018
		Total
FINANCIAL ASSETS		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	25,749	53,963
Portfolio investments	-	-
Due from other funds	5,118	5,562
	<u>\$ 30,867</u>	<u>\$ 59,525</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ -	\$ -
Unearned revenue	-	-
Long-term debt (Note 9)	-	-
Due to other funds	72,519	120,435
	<u>72,519</u>	<u>120,435</u>
NET DEBT	<u>\$ (41,652)</u>	<u>\$ (60,910)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 987,460	\$ 1,008,287
Inventories	-	-
Prepaid expenses	-	-
	<u>987,460</u>	<u>1,008,287</u>
FUND SURPLUS	<u>\$ 945,808</u>	<u>\$ 947,377</u>
COMMITMENTS AND CONTINGENCIES (Notes 8 and 12)		

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2019

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
REVENUE			
Water			
Water fees	\$ 90,000	\$ 83,103	\$ 91,125
Bulk Water fees	15,000	-	-
sub-total- water	<u>105,000</u>	<u>83,103</u>	<u>91,125</u>
Sewer			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>-</u>	<u>-</u>	<u>-</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Recovery			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total- recovery	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	-	-	-
Capital	-	-	29,883
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>29,883</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	32,800	85,303
Installation service	-	-	-
Penalties	800	1,522	748
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	-	-	-
sub-total- other	<u>800</u>	<u>34,322</u>	<u>86,051</u>
Total revenue	<u>105,800</u>	<u>117,425</u>	<u>207,059</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2019

SCHEDULE 9

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
EXPENSES			
General			
Administration	5,000	11,331	5,000
Training costs	-	-	-
Billing and collection	500	81	370
Utilities (telephone, electricity, etc.)	-	2,635	2,524
Other	-	-	-
sub-total- general	<u>5,500</u>	<u>14,047</u>	<u>7,894</u>
Water General			
Purification and treatment	16,850	5,649	7,025
Water purchases	77,450	75,558	81,814
Transmission and distribution	6,000	27,387	9,821
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other	-	-	-
sub-total- water general	<u>100,300</u>	<u>108,594</u>	<u>98,660</u>
Water Amortization & Interest			
Amortization	30,181	30,181	28,647
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>30,181</u>	<u>30,181</u>	<u>28,647</u>
Sewer General			
Collection system costs	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>-</u>	<u>-</u>	<u>-</u>
Sewage Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>135,981</u>	<u>152,822</u>	<u>135,201</u>
NET OPERATING SURPLUS (DEFICIT)	(30,181)	(35,397)	71,858
TRANSFERS			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	-	33,828	5,918
CHANGE IN UTILITY FUND BALANCE	<u><u>\$ (30,181)</u></u>	<u><u>(1,569)</u></u>	<u>77,776</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>947,377</u>	<u>869,601</u>
FUND SURPLUS, END OF YEAR		<u><u>\$ 945,808</u></u>	<u><u>\$ 947,377</u></u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2019

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 3,044,134	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,044,134
Grants in lieu of taxation	608,854	-	-	-	-	-	-	608,854
User fees	182,918	-	-	-	-	-	302,471	485,389
Permits, licences and fines	-	-	-	-	-	-	32,003	32,003
Investment income	68,000	-	-	-	-	-	8,469	76,469
Other revenue	91,000	-	-	-	-	-	76,670	167,670
Water and sewer	-	105,800	-	-	-	-	-	105,800
Grants - Province of Manitoba	222,384	-	-	-	-	-	33,250	255,634
Grants - other	296,357	-	-	-	-	-	182,282	478,639
Transfers from accumulated surplus	120,342	-	-	-	(120,342)	-	-	-
Transfers from reserves/general	30,325	-	-	-	(30,325)	-	-	-
Total revenue	\$ 4,664,314	\$ 105,800	\$ -	\$ -	\$ (150,667)	\$ -	\$ 635,145	\$ 5,254,592
EXPENSES								
General government services	\$ 570,472	\$ -	\$ 5,593	\$ -	\$ 46,963	\$ -	\$ -	\$ 623,028
Protective services	141,000	-	46,336	-	-	-	-	187,336
Transportation services	1,871,908	-	594,524	-	-	-	24,922	2,491,354
Environmental health services	234,400	-	22,916	-	-	-	160,731	418,047
Public health and welfare services	54,150	-	44,035	-	-	-	71,160	169,345
Regional planning and development	19,900	-	-	-	-	-	52,718	72,618
Resource cons and industrial dev	131,711	-	15,517	3,248	-	-	242,693	393,169
Recreation and cultural services	593,099	-	75,007	-	-	-	-	668,106
Water and sewer services	-	105,800	30,181	-	-	-	-	135,981
Fiscal services:								
Transfer to capital	21,000	-	-	-	(21,000)	-	-	-
Deficit recovery	120,342	-	-	-	(120,342)	-	-	-
Debt charges	-	-	-	-	-	-	-	-
Short term interest	47,000	-	-	-	(47,000)	-	-	-
Transfer to reserves/utility	859,369	-	-	-	(859,369)	-	-	-
Allowance for tax assets	(37)	-	-	-	37	-	-	-
Total expenses	\$ 4,664,314	\$ 105,800	\$ 834,109	\$ 3,248	\$ (1,000,711)	\$ -	\$ 552,224	\$ 5,158,984
Surplus (Deficit)	\$ -	\$ -	\$ (834,109)	\$ (3,248)	\$ 850,044	\$ -	\$ 82,921	\$ 95,608

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
ANALYSIS OF TAXES ON ROLL
December 31, 2019

SCHEDULE 11

	<u>2019</u>	<u>2018</u>
Balance, beginning of year	\$ 264,030	\$ 310,245
Add:		
Tax levy (Schedule 12)	8,582,145	8,367,891
Taxes added	112,756	64,994
Penalties or interest	30,356	29,848
Other accounts added	98,685	29,733
Sub-total	8,823,942	8,492,466
Deduct:		
Cash collections - current	7,965,029	7,720,727
Cash collections - arrears	245,756	288,667
Writeoffs	22,405	1,809
Tax discounts	55,486	48,749
E.P.T.C. - cash advance	465,963	478,729
Sub-total	8,754,639	8,538,681
Balance, end of year	\$ 333,333	\$ 264,030

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2019

	2019			2018
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Brookdale Sewer	1,162,670		28,165	29,339
Deficit recovery	-	0.000	-	9,744
General municipal	409,822,090	2.509	1,028,245	362,136
Special levies:				
North Cypress Area	305,165,640	2.947	899,323	1,293,068
Langford Area	104,656,450	6.059	634,113	816,785
Watershed #37	2,895,300	0.385	1,115	1,123
Watershed #38	178,651,570	0.123	21,974	21,790
Watershed #39	48,526,690	0.145	7,036	6,016
Watershed #40	121,192,280	0.151	18,300	18,925
Waste Disposal	117,156,090		90,300	88,020
Brookdale Oberon Rec District	56,319,990	0.825	46,464	46,162
Carberry Rec District	165,880,960	0.825	136,852	134,666
Edrans Rec District	5,012,570	0.825	4,135	4,113
Langford Rec District	91,442,860	0.825	75,440	74,903
Wellwood Rec District	30,371,830	0.825	25,057	24,960
Service Road	-	0.000	-	3,426
B/L 05/13 Dust Control	5,998,990	0.000	7,908	7,682
sub-total - Special levies			1,968,017	2,541,639
Business tax (rate%)	-	0.000	-	-
Total municipal taxes (Schedule 2)			3,024,427	2,942,858
Education support levy	85,297,270	9.770	833,354	832,228
Special levies:				
Pine Creek SD	7,110,580	13.925	99,015	96,964
Beautiful Plains SD	402,224,000	11.486	4,619,945	4,490,719
Brandon SD	360,500	14.990	5,404	5,122
sub-total - Special levies			4,724,364	4,592,805
Total education taxes			5,557,718	5,425,033
Total tax levy (Schedule 11)			\$ 8,582,145	\$ 8,367,891

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2019

SCHEDULE 13

	2019 Actual	2018 Actual
General government services		
Legislative	\$ 113,351	\$ 119,679
General administrative	395,786	401,533
Other	121,090	90,510
	<u>630,227</u>	<u>611,722</u>
Protective services		
Police	4,605	4,524
Fire	154,798	143,112
Emergency measures	11,913	11,645
Other	1,020	2,747
	<u>172,336</u>	<u>162,028</u>
Transportation services		
Road transport		
Administration and engineering	1,262	1,895
Road and street maintenance	2,197,641	1,966,541
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	5,913	5,887
Other	126,154	89,556
Air transport	-	-
Public transit	9,650	10,141
Other	-	-
	<u>2,340,620</u>	<u>2,074,020</u>
Environmental health services		
Waste collection and disposal	235,446	206,181
Recycling	1,038	866
Other	7,446	6,932
	<u>243,930</u>	<u>213,979</u>
Public health and welfare services		
Public health	94,149	90,495
Medical care	-	-
Social assistance	3,083	3,083
Other	4,876	4,797
	<u>102,108</u>	<u>98,375</u>
Regional planning and development		
Planning and zoning	19,930	20,300
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>19,930</u>	<u>20,300</u>
Resource conservation and industrial development		
Rural area weed control	35,865	30,837
Drainage of land	-	-
Veterinary services	3,270	3,270
Water resources and conservation	49,211	49,918
Regional development	31,060	27,613
Industrial development	-	-
Tourism	-	-
Other	18,765	19,663
	<u>138,171</u>	<u>131,301</u>
Sub-totals forward	<u>3,647,322</u>	<u>3,311,725</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2019

SCHEDULE 13

	2019 Actual	2018 Actual
Sub-totals forward	3,647,322	3,311,725
Recreation and cultural services		
Administration	221,639	144,313
Community centers and halls	24,587	23,586
Swimming pools and beaches	-	-
Golf courses	3,000	2,000
Skating and curling rinks	603,723	151,621
Parks and playgrounds	147,861	204,616
Other recreational facilities	80,616	103,597
Museums	5,623	5,615
Libraries	35,445	33,648
Other cultural facilities	16,450	16,483
	1,138,944	685,479
Total expenses	\$ 4,786,266	\$ 3,997,204

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
December 31, 2019

SCHEDULE 14

	General	2019 Utility	Total	2018 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 221,579	\$ 19,259	\$ 240,838	\$ 294,956
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	973,942	-	973,942	807,996
Eliminate revenue - transfers from reserves	(424,817)	(33,828)	(458,645)	(711,970)
Increase revenue - reserve funds interest (and other income)	67,630	-	67,630	64,927
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	82,921	-	82,921	54,644
Eliminate revenue - transfer from nominal surplus	(120,342)	-	(120,342)	(54,450)
Increase (decrease) expense - gain (loss) on sale of tangible capital assets	(459,640)	-	(459,640)	-
Eliminate revenue - proceeds on sale of tangible capital assets	(25,232)	-	(25,232)	-
Increase expense - amortization of tangible capital assets	(773,145)	(30,181)	(803,326)	(552,746)
Decrease expense - principal portion of debenture debt	27,362	-	27,362	26,464
Increase (decrease) revenue - gain (loss) on disposal of tangible capital assets	9,093	-	9,093	64,170
Eliminate expense - acquisitions of tangible capital assets	445,807	9,353	455,160	618,614
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 25,158</u>	<u>\$ (35,397)</u>	<u>\$ (10,239)</u>	<u>\$ 612,605</u>