

TOWN OF CARBERRY

**Consolidated Financial Statements
For the Year Ended December 31, 2017**


STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the *Town of Carberry* 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 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 Auditors' Report is addressed to the Mayor 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.



Sandra Jones, CMMA
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
TOWN OF CARBERRY

We have audited the accompanying consolidated financial statements of the Town of Carberry, which comprise the consolidated statement of financial position as at December 31, 2017 and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2017, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town of Carberry as at December 31, 2017, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2017 in accordance with Canadian Public Sector Accounting Standards.

MNP LLP

February 12, 2019
Brandon, Manitoba

Chartered Professional Accountants

TOWN OF CARBERRY

Consolidated Financial Statements

For the Year Ended December 31, 2017

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**TOWN OF CARBERRY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2017**

	<u>2017</u>	<u>2016</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 1,316,730	\$ 1,625,445
Amounts receivable (Note 4)	986,364	648,223
Real estate properties held for sale	<u>206</u>	<u>206</u>
	<u>\$ 2,303,300</u>	<u>\$ 2,273,874</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	\$ 491,657	\$ 561,108
Deferred revenue	72,829	78,446
Landfill closure and post closure liabilities (Note 6)	2,862	2,535
Long-term debt (Note 7)	<u>314,820</u>	<u>368,278</u>
	<u>882,168</u>	<u>1,010,367</u>
NET FINANCIAL ASSETS	<u>\$ 1,421,132</u>	<u>\$ 1,263,507</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 4,842,805	\$ 4,715,424
Prepaid expenses	<u>27,023</u>	<u>29,540</u>
	<u>4,869,828</u>	<u>4,744,964</u>
ACCUMULATED SURPLUS (Note 13)	<u>\$ 6,290,960</u>	<u>\$ 6,008,471</u>

COMMITMENTS AND CONTINGENCIES (NOTES 8 AND 11)

Approved on behalf of Council:

Mayor

Councillor

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

TOWN OF CARBERRY
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2017

	<u>2017 Budget (Note 12)</u>	<u>2017 Actual</u>	<u>2016 Actual</u>
REVENUE			
Property taxes	\$ 1,441,706	\$ 1,429,893	\$ 1,366,897
Grants in lieu of taxation	32,999	32,999	33,036
User fees	430,623	409,129	369,189
Permits, licences and fines	23,035	32,669	38,085
Investment income	8,968	20,455	17,228
Other revenue	46,555	243,068	175,591
Water and sewer	128,035	151,201	132,415
Grants - Province of Manitoba	359,502	399,413	445,392
Grants - other	195,575	198,170	219,113
Total revenue (Schedules 2, 4 and 5)	<u>2,666,998</u>	<u>2,916,997</u>	<u>2,796,946</u>
EXPENSES			
General government services	297,345	313,738	323,652
Protective services	353,258	399,740	347,091
Transportation services	465,996	678,872	512,878
Environmental health services	288,824	255,691	300,036
Public health and welfare services	92,385	87,935	92,115
Regional planning and development	47,180	49,180	47,495
Resource conservation and industrial development	27,500	33,798	25,360
Recreation and cultural services	572,940	694,523	674,400
Water and sewer services	113,408	121,031	158,554
Total expenses (Schedules 3, 4 and 5)	<u>2,258,836</u>	<u>2,634,508</u>	<u>2,481,581</u>
ANNUAL SURPLUS	<u>\$ 408,162</u>	282,489	315,365
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>6,008,471</u>	<u>5,693,106</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 6,290,960</u>	<u>\$ 6,008,471</u>

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

TOWN OF CARBERRY
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2017

	<u>2017 Budget (Note 12)</u>	<u>2017 Actual</u>	<u>2016 Actual</u>
ANNUAL SURPLUS	\$ 408,162	\$ 282,489	\$ 315,365
Acquisition of tangible capital assets	(39,840)	(483,423)	(500,127)
Amortization of tangible capital assets	275,223	275,223	250,922
Loss (Gain) on sale of tangible capital assets	-	29,524	(6,029)
Proceeds on sale of tangible capital assets	-	51,311	21,695
Change in ownership of gov't partnerships	-	(16)	(14)
Increase in prepaid expenses	-	2,517	36,761
	<u>235,383</u>	<u>(124,864)</u>	<u>(196,792)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 643,545</u>	157,625	118,573
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>1,263,507</u>	<u>1,144,934</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 1,421,132</u>	<u>\$ 1,263,507</u>

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

TOWN OF CARBERRY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2017

	<u>2017</u>	<u>2016</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 282,489	\$ 315,365
Changes in non-cash items:		
Amounts receivable	(338,141)	(184,414)
Prepays	2,517	36,761
Accounts payable and accrued liabilities	(69,451)	191,357
Deferred revenue	(5,617)	9,842
Landfill closure and post closure liabilities	327	110
Change in ownership of gov't partnerships	(16)	(14)
Loss (Gain) on sale of tangible capital asset	29,524	(6,029)
Amortization	275,223	250,922
	<u>176,855</u>	<u>613,900</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	51,311	21,695
Cash used to acquire tangible capital assets	(483,423)	(500,127)
	<u>(432,112)</u>	<u>(478,432)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	50,664	445,000
Debt repayment	(104,122)	(100,111)
	<u>(53,458)</u>	<u>344,889</u>
Cash provided by (applied to) financing transactions	<u>(53,458)</u>	<u>344,889</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	(308,715)	480,357
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>1,625,445</u>	<u>1,145,088</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 1,316,730</u>	<u>\$ 1,625,445</u>

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

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

1. Status of the Town of Carberry

The incorporated Town of Carberry is a municipality that was formed in 1882 pursuant to The Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, planning, airport, parks and recreation, library and other general government operations. The Municipality 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, 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. 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, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Carberry Community Memorial Hall (50%) (2016 – 50%)
Carberry Plains Archives (50%) (2016 – 50%)
Carberry Plains Arts Council (50%) (2016 – 50%)
Carberry Plains Community Centre Capital Fund (50%) (2016 - 50%)
Carberry Plains Community Centre Operating Fund (50%) (2016 - 50%)
Carberry Plains Cemetery Inc. (25%) (2016 - 25%)
Carberry Plains Cultural Centre - Museum (50%) (2016 - 50%)
Carberry Plains Service for Seniors (50%) (2016 - 50%)
The Cypress Planning District (29.38%) (2016 - 29.38%)
Evergreen Environmental Technologies Ltd. (12.19%) (2016 - 12.19%)
Western Manitoba Regional Library (2.46%) (2016 - 2.34%)
Carberry Handi-Van Service (50%) (2016 - 50%)

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

Trust funds and their related operations administered by the Municipality are not consolidated in these consolidated financial statements. The trust funds administered by the Municipality are presented in Schedule 7 - Schedule of Trust Funds.

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.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2. Significant Accounting Policies (continued)

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 statement of financial position date.

f) Landfill Closure and Post Closure Liabilities

The estimated cost to close and maintain solid waste landfill sites are based on estimated future expenses, in current dollars, adjusted for estimated inflation, and are charged to expenses as the landfill capacity is used.

g) Non-Financial Assets

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

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

h) Tangible Capital Assets

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

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2. Significant Accounting Policies (continued)

h) Tangible Capital Assets (continued)

Infrastructure Assets

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

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

i) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements when the transfer is authorized and eligibility criteria are met except, when and to the extent, stipulations by the transferor gives rise to an obligation that meets the definition of a liability. Stipulations by the transferor may require that the funds only be used for providing specific services or the acquisition of tangible capital assets. For transfers with stipulations an equivalent amount of revenue is recognized as the liability is settled.

Deferred 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.

j) Measurement Uncertainty

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

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

Related Party Disclosures (PS 2200)

In March 2015, as part of the CPA Canada Public Sector Accounting Handbook Revisions Release No. 42, the Public Sector Accounting Board (PSAB) issued a new standard, PS 2200 Related Party Disclosures. This new Section defines related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements. This section is effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2. Significant Accounting Policies (continued)

k) 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. Early adoption is permitted.

Assets (PS 3210)

In June 2015, new PS 3210 Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section provides guidance for applying the definition of assets set out in PS 1000 Financial Statement Concepts. The main features of this standard are as follows:

- Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.
- Economic resources can arise from such events as agreements, contracts, other government's legislation, the government's own legislation, and voluntary contributions.
- The public is often the beneficiary of goods and services provided by a public sector entity. Such assets benefit public sector entities as they assist in achieving the entity's primary objective of providing public goods and services.
- A public sector entity's ability to regulate an economic resource does not, in and of itself, constitute control of an asset, if the interest extends only to the regulatory use of the economic resource and does not include the ability to control access to future economic benefits.
- A public sector entity acting as a trustee on behalf of beneficiaries specified in an agreement or statute is merely administering the assets, and does not control the assets, as future economic benefits flow to the beneficiaries.
- An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another Handbook Section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

Contingent Assets (PS 3320)

In June 2015, new PS 3320 Contingent Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section establishes disclosure standards on contingent assets. The main features of this standard are as follows:

- Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset.
- Passing legislation that has retroactive application after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Elected or public sector entity officials announcing public sector entity intentions after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Disclosures should include existence, nature, and extent of contingent assets, as well as the reasons for any non-disclosure of extent, and the bases for any estimates of extent made.
- When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such a disclosure would have an adverse impact on the outcome.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2. Significant Accounting Policies (continued)

k) Recent Accounting Pronouncements (continued)

Contractual Rights (PS 3380)

In June 2015, new PS 3380 *Contractual Rights* was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). This new Section establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this standard are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.
- Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.
- Disclosures should include descriptions about nature, extent, and timing.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

Inter-entity Transactions (PS 3420)

In March 2015, the Public Sector Accounting Board (PSAB) issued new PS 3420 *Inter-entity Transactions*. The new Section establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective. The main features of the new Section are:

- Under a policy of cost allocation, revenues and expenses are recognized on a gross basis.
- Transactions are measured at the carrying amount, except in specific circumstances.
- A recipient may choose to recognize unallocated costs for the provision of goods and services and measure them at the carrying amount, fair value or other amount dictated by policy, accountability structure or budget practice.
- The transfer of an asset or liability for nominal or no consideration is measured by the provider at the carrying amount and by the recipient at the carrying amount or fair value.
- Inter-entity transactions are considered in conjunction with PS 2200 *Related Party Disclosures*.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

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 exists, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2. Significant Accounting Policies (continued)

k) Recent Accounting Pronouncements (continued)

Financial Instruments (PS 3450) (continued)

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.

In September 2015, the effective date for governments was extended by three years. PS 3450 is effective for fiscal years beginning on or after April 1, 2019. 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, Proposed Section (PS 3280)

The Public Sector Accounting Board (PSAB) issued this Exposure Draft (ED) in March 2017 to propose a new Section on asset retirement obligations (ARO liabilities) and withdraw PS 3270 Solid Waste Landfill Closure and Post-Closure Liability. The main features of this ED include the following:

- ARO liabilities represent 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.
- Asset retirement costs are expensed when they are associated with an asset that is no longer in productive use.
- 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.
- ARO liabilities include costs directly attributable to retirement activities, such as post-retirement operation, maintenance and monitoring.
- The best method to estimate the liability is often a present value technique.

The section is proposed to be effective for fiscal years beginning on or after April 1, 2021. Earlier adoption is permitted.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2017</u>	<u>2016</u>
Cash	\$ 1,259,440	\$ 1,582,031
Temporary investments	<u>57,290</u>	<u>43,414</u>
	<u>\$ 1,316,730</u>	<u>\$ 1,625,445</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$829,465 (2016 - \$829,589) 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 \$922,833 (2016 - \$675,540).

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2017</u>	<u>2016</u>
Taxes on roll (Schedule 11)	\$ 147,771	\$ 142,211
Government grants	224,370	68,269
Utility customers	811	2,118
Accrued interest	302	170
Organizations and individuals	21,907	34,020
Other governments	591,203	414,672
	<u>986,364</u>	<u>661,460</u>
Less allowances for doubtful amounts	-	(13,237)
	<u>\$ 986,364</u>	<u>\$ 648,223</u>

5. Accounts Payable and Accrued Liabilities

	<u>2017</u>	<u>2016</u>
Accounts payable	\$ 296,474	\$ 318,272
Accrued expenses	25,085	30,284
Accrued interest payable	-	-
School levies	26,378	-
Other governments	143,720	212,552
	<u>\$ 491,657</u>	<u>\$ 561,108</u>

6. 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>2017</u>	<u>2016</u>
Estimated closure and post closure costs over the next 77 years	\$ 388,749	\$ 388,749
Discount rate	6.00%	6.00%
Discounted costs	<u>\$ 17,174</u>	<u>\$ 16,802</u>
Expected year capacity will be reached	2094	2094
Capacity (in tonnes):		
Used to date	11,885	11,092
Remaining	59,426	60,219
Total	71,311	71,311
Percent utilized	<u>16.67%</u>	<u>15.55%</u>
Liability based on percentage	<u>\$ 2,862</u>	<u>\$ 2,535</u>

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

7. Long-Term Debt

	<u>2017</u>	<u>2016</u>
General Authority:		
Minnedosa Credit Union Ltd. loan, with blended monthly payments of \$853 with interest at a rate of 4.00%. Secured by GSA, John Deere Skid Steer and John Deere Excavator. Matures October 2018, however repaid in full in November 2017 Evergreen Environmental Technologies Ltd.	\$ -	\$ 13,855
Debenture, interest at 2.34%, payable at \$98,446 annually including interest, maturing December 31, 2020.	264,156	354,423
CN-I Capital loan, with blended annual payments of \$27,448 with interest at a rate of 5.49%. Secured by GSA New Holland Tractor Loader Backhoe. Matures January 1, 2020.	<u>50,664</u>	<u>-</u>
	<u>\$ 314,820</u>	<u>\$ 368,278</u>

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

2018	\$ 117,460
2019	\$ 119,639
2020	\$ 77,721

8. Commitments

The Municipality has entered into a contract to begin February 2016 regarding a development plan review. This contract will result in total fees of \$8,373 to be paid as the study is completed by end of 2017. The province will provide further funding for this project up to a maximum of \$5,024.

The Municipality has made a commitment to fund up to \$24,380 to support the Southwestern Manitoba Zero Waste System project in partnership with the Rural Municipality of Minto-Odanah, Celtic Power and Eco West. The continuation of the project is subject to funding received from the Federal Government. No funding has been provided towards the Southwestern Manitoba Zero Waste System project during 2017 or as of the audit report date.

9. Retirement Benefits

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% 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 \$20,102 (2016 - \$26,659) and are included in the statement of operations.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

9. Retirement Benefits (continued)

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, 2016 indicated the plan was 98.0% funded on a going concern basis and had an unfunded solvency liability of \$246.8 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, 2016.

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.

10. Financial Instruments

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

11. 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 \$3,749 (2016 - \$3,418) which resulted in a payable of \$750 (2016 - \$684).

12. Budget

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

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

13. Accumulated Surplus

	<u>2017</u>	<u>2016</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal deficit	\$ (150,480)	\$ (174,572)
Utility operating fund - Nominal surplus	386,187	371,571
TCA net of related borrowings	4,285,211	4,111,550
Reserve funds	<u>829,465</u>	<u>829,589</u>
Accumulated surplus of municipality	5,350,383	5,138,138
Accumulated surpluses of consolidated entities	<u>940,577</u>	<u>870,333</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 6,290,960</u>	<u>\$ 6,008,471</u>

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

14. 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 \$50,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2017:

- a) Compensation paid to members of council amounted to \$46,980 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	Compensation	Expenses	Total
Mayor - Stu Olmstead	\$ 9,771	\$ 1,182	\$ 10,953
Councillor - Barry Anderson	9,300	1,743	11,043
Councillor - Lin Mann	9,261	2,596	11,857
Councillor - Jaime McGregor	9,204	2,821	12,025
Councillor - John Anderson	9,444	1,568	11,012
	<u>\$ 46,980</u>	<u>\$ 9,910</u>	<u>\$ 56,890</u>

- c) The following officers received compensation in excess of \$50,000:

Name	Position	Amount
<i>Travis Lozinski</i>	<i>Foreman</i>	\$ 53,486

15. Trust Funds

The Town of Carberry administers the following trusts:

	Balance, beg. of the year	Excess of Receipts over Disbursements	Balance, end of the year
<i>Fire Trust</i>	\$ 9,045	\$ 112	\$ 9,157
<i>Recycling Trust</i>	2,526	31	2,557
<i>Christmas Cheer Trust</i>	1,837	234	2,071
	<u>\$ 13,408</u>	<u>\$ 377</u>	<u>\$ 13,785</u>

16. Segmented Information

The Town of Carberry 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
- 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.

TOWN OF CARBERRY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

17. 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>2017</u>	<u>2016</u>
Financial Position		
Financial assets	\$ 696,406	\$ 619,604
Financial liabilities	\$ -	\$ -
Net financial assets	<u>\$ 696,406</u>	<u>\$ 619,604</u>
Non-financial assets	<u>\$ 244,171</u>	<u>\$ 250,729</u>
Accumulated surplus	<u>\$ 940,577</u>	<u>\$ 870,333</u>
Result of Operations		
Revenues	\$ 475,776	\$ 463,513
Expenses	<u>\$ 405,532</u>	<u>\$ 394,088</u>
Annual surplus	<u>\$ 70,244</u>	<u>\$ 69,425</u>

18. Public Utilities Board

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

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

19. Comparative Figures

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

TOWN OF CARBERRY
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2017

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	2017	2016
Cost										
Opening costs	1,373,281	3,016,943	1,315,983	36,174	71,065	556,328	1,821,139	-	8,190,913	7,750,845
Additions during the year	2,027	-	156,580	409	224,503	65,758	-	34,146	483,423	500,127
Disposals and write downs	-	-	(157,823)	(5,095)	-	-	-	-	(162,918)	(60,304)
Change in ownership	-	-	9	340	-	-	-	-	349	245
Closing costs	1,375,308	3,016,943	1,314,749	31,828	295,568	622,086	1,821,139	34,146	8,511,767	8,190,913
Accumulated Amortization										
Opening accum'd amortization	305,139	1,125,213	618,324	34,880	-	345,366	1,046,567	-	3,475,489	3,268,974
Amortization	33,087	76,566	126,471	1,272	-	12,614	25,213	-	275,223	250,922
Disposals and write downs	-	-	(76,988)	(5,095)	-	-	-	-	(82,083)	(44,638)
Change in ownership	-	-	6	327	-	-	-	-	333	231
Closing accum'd amortization	338,226	1,201,779	667,813	31,384	-	357,980	1,071,780	-	3,668,962	3,475,489
Net Book Value of Tangible Capital Assets	1,037,082	1,815,164	646,936	444	295,568	264,106	749,359	34,146	4,842,805	4,715,424

TOWN OF CARBERRY
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2017

SCHEDULE 2

	2017 Actual	2016 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,407,882	\$ 1,326,211
Taxes added	22,011	40,686
	<u>1,429,893</u>	<u>1,366,897</u>
Grants in lieu of taxation:		
Federal government	1,642	2,195
Federal government enterprises	-	-
Provincial government	2,704	2,558
Provincial government enterprises	21,537	21,227
Other municipal governments	-	-
Non-government organizations	7,116	7,056
	<u>32,999</u>	<u>33,036</u>
User fees		
Parking meters	-	-
Sales of service	122,025	122,673
Sales of goods	77,782	60,415
Rentals	68,873	45,995
Development charges	-	-
Facility use fees	140,449	140,106
	<u>409,129</u>	<u>369,189</u>
Permits, licences and fines		
Permits	19,363	24,270
Licences	9,095	9,985
Fees	637	272
Fines	3,574	3,558
	<u>32,669</u>	<u>38,085</u>
Investment income		
Cash and temporary investments	20,455	17,228
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	<u>20,455</u>	<u>17,228</u>
Other revenue		
Gain on sale of tangible capital assets	1,742	6,029
Gain on sale of real estate held for sale	-	-
Contributed assets	26,433	37,247
Penalties and interest	20,573	12,224
Miscellaneous	194,320	120,091
	<u>243,068</u>	<u>175,591</u>
Water and sewer		
Municipal utility (Schedule 9)	151,201	132,415
Consolidated water co-operatives	-	-
	<u>151,201</u>	<u>132,415</u>
Grants - Province of Manitoba		
Municipal operating grants	289,831	293,932
Other unconditional grants	-	-
Conditional grants	109,582	151,460
	<u>399,413</u>	<u>445,392</u>
Grants - other		
Federal government - gas tax funding	91,231	90,136
Federal government - other	272	275
Other municipal governments	106,667	128,702
	<u>198,170</u>	<u>219,113</u>
Total revenue	<u>\$ 2,916,997</u>	<u>\$ 2,796,946</u>

TOWN OF CARBERRY
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2017

SCHEDULE 3

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
General government services		
Legislative	\$ 57,097	\$ 65,466
General administrative	209,332	208,697
Other	47,309	49,489
	<u>313,738</u>	<u>323,652</u>
Protective services		
Police	204,320	204,320
Fire	180,897	131,846
Emergency measures	10,545	9,312
Other	3,978	1,613
	<u>399,740</u>	<u>347,091</u>
Transportation services		
Road transport		
Administration and engineering	-	-
Road and street maintenance	601,507	438,040
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	13,357	11,730
Street lighting	27,420	28,340
Other	-	-
Air transport	-	-
Public transit	36,588	34,768
Other	-	-
	<u>678,872</u>	<u>512,878</u>
Environmental health services		
Waste collection and disposal	238,648	291,820
Recycling	-	2,531
Other	17,043	5,685
	<u>255,691</u>	<u>300,036</u>
Public health and welfare services		
Public health	78,085	83,898
Medical care	6,191	4,558
Social assistance	3,659	3,659
Other	-	-
	<u>87,935</u>	<u>92,115</u>
Regional planning and development		
Planning and zoning	46,180	43,762
Urban renewal	-	-
Beautification and land rehabilitation	3,000	3,733
Urban area weed control	-	-
Other	-	-
	<u>49,180</u>	<u>47,495</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	2,500	-
Regional development	31,298	25,360
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>33,798</u>	<u>25,360</u>
Sub-totals forward	<u>1,818,954</u>	<u>1,648,627</u>

TOWN OF CARBERRY
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2017

SCHEDULE 3

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Sub-totals forward	<u>1,818,954</u>	<u>1,648,627</u>
Recreation and cultural services		
Administration	-	-
Community centers and halls	28,533	30,080
Swimming pools and beaches	-	-
Golf courses	1,000	1,000
Skating and curling rinks	208,982	254,765
Parks and playgrounds	170,782	197,010
Other recreational facilities	141,667	60,000
Museums	24,914	20,114
Libraries	65,894	47,820
Other cultural facilities	52,751	63,611
	<u>694,523</u>	<u>674,400</u>
Water and sewer services		
Municipal utility (Schedule 9)	121,031	158,554
Consolidated water co-operatives	-	-
	<u>121,031</u>	<u>158,554</u>
Total expenses	<u>\$ 2,634,508</u>	<u>\$ 2,481,581</u>

TOWN OF CARBERRY

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2017

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
REVENUE										
Property taxes	\$ 1,429,893	\$ 1,366,897	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	32,999	33,036	-	-	-	-	-	-	-	-
User fees	18,687	16,900	-	520	40,915	54,031	205,687	168,643	29,419	21,938
Grants - other	-	-	-	-	95,923	94,611	-	-	12,375	4,500
Permits, licences and fines	9,095	9,985	3,539	3,558	-	-	-	-	-	-
Investment income	12,185	9,919	574	894	3,507	1,852	-	-	612	603
Other revenue	144,967	91,162	12,500	12,500	679	6,187	2,946	509	3,678	4,026
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	289,831	293,932	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	25,000	-	-	68,115	76,116	-	-	14,325	15,000
Total revenue	\$ 1,937,657	\$ 1,846,831	\$ 16,613	\$ 17,472	\$ 209,139	\$ 232,797	\$ 208,633	\$ 169,152	\$ 60,409	\$ 46,067
EXPENSES										
Personnel services	\$ 146,694	\$ 145,241	\$ -	\$ -	\$ 222,615	\$ 249,374	\$ 79,012	\$ 94,331	\$ 41,097	\$ 22,104
Contract services	91,471	94,835	255,740	251,647	176,145	44,501	107,141	120,744	12,178	20,067
Utilities	14,655	15,138	5,641	4,766	40,485	40,667	4,397	4,020	854	861
Maintenance materials and supplies	10,765	15,343	66,639	39,151	112,554	86,164	33,637	44,887	17,596	5,733
Grants and contributions	9,780	20,979	-	-	4,308	4,025	-	-	11,375	39,929
Amortization	8,440	8,440	62,112	43,090	89,049	84,873	26,284	26,801	1,477	1,609
Interest on long term debt	-	-	8,179	7,868	-	-	367	744	-	-
Other	31,933	23,676	1,429	569	33,716	3,274	4,853	8,509	3,358	1,812
Total expenses	\$ 313,738	\$ 323,652	\$ 399,740	\$ 347,091	\$ 678,872	\$ 512,878	\$ 255,691	\$ 300,036	\$ 87,935	\$ 92,115
Surplus (Deficit)	\$ 1,623,919	\$ 1,523,179	\$ (383,127)	\$ (329,619)	\$ (469,733)	\$ (280,081)	\$ (47,058)	\$ (130,884)	\$ (27,526)	\$ (46,048)

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

TOWN OF CARBERRY

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2017

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,429,893	\$ 1,366,897
Grants in lieu of taxation	-	-	-	-	-	-	-	-	32,999	33,036
User fees	-	-	-	-	114,421	107,157	-	-	409,129	369,189
Grants - other	9,959	9,959	-	1,980	79,913	108,063	-	-	198,170	219,113
Permits, licences and fines	19,363	24,270	-	-	672	272	-	-	32,669	38,085
Investment income	888	770	-	-	303	395	2,386	2,795	20,455	17,228
Other revenue	-	-	-	-	78,298	61,207	-	-	243,068	175,591
Water and sewer	-	-	-	-	-	-	151,201	132,415	151,201	132,415
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	289,831	293,932
Prov of MB - Conditional Grants	1,116	2,512	-	4,568	26,026	28,264	-	-	109,582	151,460
Total revenue	\$ 31,326	\$ 37,511	\$ -	\$ 6,548	\$ 299,633	\$ 305,358	\$ 153,587	\$ 135,210	\$ 2,916,997	\$ 2,796,946
EXPENSES										
Personnel services	\$ 27,283	\$ 22,827	\$ 21,164	\$ 20,722	\$ 246,285	\$ 232,204	\$ 10,195	\$ -	\$ 794,345	\$ 786,803
Contract services	6,772	4,622	3,557	456	61,103	136,707	3,663	13,935	717,770	687,514
Utilities	933	890	352	372	50,049	60,213	16,844	13,614	134,210	140,541
Maintenance materials and supplies	3,000	8,232	1,225	227	136,686	57,143	65,116	103,700	447,218	360,580
Grants and contributions	9,958	9,957	7,500	-	125,450	122,122	-	-	168,371	197,012
Amortization	-	-	-	-	62,648	58,804	25,213	27,305	275,223	250,922
Interest on long term debt	-	-	-	-	-	-	-	-	8,546	8,612
Other	1,234	967	-	3,583	12,302	7,207	-	-	88,825	49,597
Total expenses	\$ 49,180	\$ 47,495	\$ 33,798	\$ 25,360	\$ 694,523	\$ 674,400	\$ 121,031	\$ 158,554	\$ 2,634,508	\$ 2,481,581
Surplus (Deficit)	\$ (17,854)	\$ (9,984)	\$ (33,798)	\$ (18,812)	\$ (394,890)	\$ (369,042)	\$ 32,556	\$ (23,344)	\$ 282,489	\$ 315,365

TOWN OF CARBERRY

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2017

	Core Government		Controlled Entities		Government Partnerships		Total	
	2017	2016	2017	2016	2017	2016	2017	2016
REVENUE								
Property taxes	\$ 1,429,893	\$ 1,366,897	\$ -	\$ -	\$ -	\$ -	\$ 1,429,893	\$ 1,366,897
Grants in lieu of taxation	32,999	33,036	-	-	-	-	32,999	33,036
User fees	124,506	123,443	-	-	284,623	245,746	409,129	369,189
Grants - other	92,731	93,616	-	-	105,439	125,497	198,170	219,113
Permits, licences and fines	12,634	13,543	-	-	20,035	24,542	32,669	38,085
Investment income	19,487	16,380	-	-	968	848	20,455	17,228
Other revenue	229,208	171,799	-	-	13,860	3,792	243,068	175,591
Water and sewer	151,201	132,415	-	-	-	-	151,201	132,415
Prov of MB - Unconditional Grants	289,831	293,932	-	-	-	-	289,831	293,932
Prov of MB - Conditional Grants	58,731	88,372	-	-	50,851	63,088	109,582	151,460
Total revenue	<u>\$ 2,441,221</u>	<u>\$ 2,333,433</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 475,776</u>	<u>\$ 463,513</u>	<u>\$ 2,916,997</u>	<u>\$ 2,796,946</u>
EXPENSES								
Personnel services	\$ 641,776	\$ 649,672	\$ -	\$ -	\$ 152,569	\$ 137,131	\$ 794,345	\$ 786,803
Contract services	651,394	523,531	-	-	66,376	163,983	717,770	687,514
Utilities	82,834	81,217	-	-	51,376	59,324	134,210	140,541
Maintenance materials and supplies	349,448	317,518	-	-	97,770	43,062	447,218	360,580
Grants and contributions	177,291	245,315	-	-	(8,920)	(48,303)	168,371	197,012
Amortization	248,458	224,455	-	-	26,765	26,467	275,223	250,922
Interest on long term debt	8,179	7,868	-	-	367	744	8,546	8,612
Other	69,596	37,917	-	-	19,229	11,680	88,825	49,597
Total expenses	<u>\$ 2,228,976</u>	<u>\$ 2,087,493</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 405,532</u>	<u>\$ 394,088</u>	<u>\$ 2,634,508</u>	<u>\$ 2,481,581</u>
Surplus	<u>\$ 212,245</u>	<u>\$ 245,940</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,244</u>	<u>\$ 69,425</u>	<u>\$ 282,489</u>	<u>\$ 315,365</u>

TOWN OF CARBERRY

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2017

	2017					
	General Reserve	Replacement Reserve	Fire Reserve	Health Care Reserve	Hall Reserve	Sub-total
REVENUE						
Investment income	\$ 2,130	\$ 232	\$ 241	\$ 612	\$ 768	\$ 3,983
Other income	-	-	-	-	-	-
Total revenue	2,130	232	241	612	768	3,983
EXPENSES						
Investment charges	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-
NET REVENUES	2,130	232	241	612	768	3,983
TRANSFERS						
Transfers from general operating fund	-	25,000	35,000	-	5,000	65,000
Transfers to general operating fund	-	-	-	(4,691)	-	(4,691)
Transfer from nominal surplus	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(40,390)	-	-	-	(40,390)
CHANGE IN RESERVE FUND BALANCES	2,130	(15,158)	35,241	(4,079)	5,768	23,902
FUND SURPLUS, BEGINNING OF YEAR	175,893	19,001	2,139	38,505	89,329	324,867
FUND SURPLUS, END OF YEAR	\$ 178,023	\$ 3,843	\$ 37,380	\$ 34,426	\$ 95,097	\$ 348,769

TOWN OF CARBERRY
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2017

SCHEDULE 6

					2016	
	Gas Tax Reserve	Fire Truck Reserve	Heritage District Reserve	Utility Reserve	Total	Total
REVENUE						
Investment income	\$ 3,275	\$ 333	\$ 223	\$ 2,386	\$ 10,200	\$ 8,651
Other income	-	-	-	-	-	-
Total revenue	<u>3,275</u>	<u>333</u>	<u>223</u>	<u>2,386</u>	<u>10,200</u>	<u>8,651</u>
EXPENSES						
Investment charges	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET REVENUES	<u>3,275</u>	<u>333</u>	<u>223</u>	<u>2,386</u>	<u>10,200</u>	<u>8,651</u>
TRANSFERS						
Transfers from general operating fund	91,231	12,500	-	-	168,731	269,136
Transfers to general operating fund	(72,613)	-	(3,000)	-	(80,304)	(60,905)
Transfer from nominal surplus	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	35,281	35,281	45,593
Transfers to utility operating fund	-	-	-	-	-	(68,435)
Transfers from reserve fund	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-
Acquisition of tangible capital assets	(64,982)	-	-	(28,660)	(134,032)	(276,972)
CHANGE IN RESERVE FUND BALANCES	<u>(43,089)</u>	<u>12,833</u>	<u>(2,777)</u>	<u>9,007</u>	<u>(124)</u>	<u>(82,932)</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>316,449</u>	<u>22,989</u>	<u>18,909</u>	<u>146,375</u>	<u>829,589</u>	<u>912,521</u>
FUND SURPLUS, END OF YEAR	<u>\$ 273,360</u>	<u>\$ 35,822</u>	<u>\$ 16,132</u>	<u>\$ 155,382</u>	<u>\$ 829,465</u>	<u>\$ 829,589</u>

TOWN OF CARBERRY
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2017

SCHEDULE 7

	<u>2017 Budget</u>	<u>2017 Actual</u>	<u>2016 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 revenues (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>

TOWN OF CARBERRY
SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
As at December 31, 2017

SCHEDULE 8

	<u>2017</u>	<u>2016</u>
	Total	Total
FINANCIAL ASSETS		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	811	2,118
Portfolio investments	-	-
Due from other funds	<u>385,376</u>	<u>415,046</u>
	<u>\$ 386,187</u>	<u>\$ 417,164</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ -	\$ -
Deferred revenue	-	-
Long-term debt (Note 7)	-	-
Due to other funds	-	<u>45,593</u>
	-	<u>45,593</u>
NET FINANCIAL ASSETS	<u>\$ 386,187</u>	<u>\$ 371,571</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 783,505	\$ 774,572
Inventories	-	-
Prepaid expenses	-	-
	<u>783,505</u>	<u>774,572</u>
FUND SURPLUS	<u>\$ 1,169,692</u>	<u>\$ 1,146,143</u>

COMMITMENTS AND CONTINGENCIES (Notes 8 and 11)

TOWN OF CARBERRY
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2017

SCHEDULE 9

	<u>Budget</u>	<u>2017</u>	<u>2016</u>
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	<u>-</u>	<u>-</u>	<u>-</u>
Sewer			
Sewer fees	126,035	126,035	124,345
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>126,035</u>	<u>126,035</u>	<u>124,345</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	1,000	1,000	5,003
Penalties	-	-	-
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	1,000	24,166	3,067
sub-total- other	<u>2,000</u>	<u>25,166</u>	<u>8,070</u>
Total revenue	<u>128,035</u>	<u>151,201</u>	<u>132,415</u>

TOWN OF CARBERRY
 SCHEDULE OF UTILITY OPERATIONS (cont'd)
 For the Year Ended December 31, 2017

SCHEDULE 9

	<u>Budget</u>	<u>2017</u>	<u>2016</u>
EXPENSES			
General			
Administration	10,195	10,195	10,195
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total- general	<u>10,195</u>	<u>10,195</u>	<u>10,195</u>
Water General			
Purification and treatment	-	-	-
Water purchases	-	-	-
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>-</u>	<u>-</u>	<u>-</u>
Water Amortization & Interest			
Amortization	-	-	-
Interest on long-term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Sewer General			
Collection system costs	9,000	15,865	4,224
Treatment and disposal cost	50,000	20,232	103,900
Lift Station costs	19,000	49,526	12,930
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>78,000</u>	<u>85,623</u>	<u>121,054</u>
Sewage Amortization & Interest			
Amortization	25,213	25,213	27,305
Interest on long-term debt	-	-	-
sub-total- sewer amortization & interest	<u>25,213</u>	<u>25,213</u>	<u>27,305</u>
Total expenses	<u>113,408</u>	<u>121,031</u>	<u>158,554</u>
NET OPERATING SURPLUS (DEFICIT)	14,627	30,170	(26,139)
TRANSFERS			
Transfers from reserve funds	-	28,660	141,008
Transfers to reserve funds	<u>(35,281)</u>	<u>(35,281)</u>	<u>(45,593)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ (20,654)</u>	23,549	69,276
FUND SURPLUS, BEGINNING OF YEAR		<u>1,146,143</u>	<u>1,076,867</u>
FUND SURPLUS, END OF YEAR		<u>\$ 1,169,692</u>	<u>\$ 1,146,143</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2017

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 1,441,706	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,441,706
Grants in lieu of taxation	32,999	-	-	-	-	-	-	32,999
User fees	146,000	-	-	-	-	-	284,623	430,623
Permits, licences and fines	3,000	-	-	-	-	-	20,035	23,035
Investment income	8,000	-	-	-	-	-	968	8,968
Other revenue	32,695	-	-	-	-	-	13,860	46,555
Water and sewer	-	128,035	-	-	-	-	-	128,035
Grants - Province of Manitoba	308,651	-	-	-	-	-	50,851	359,502
Grants - other	90,136	-	-	-	-	-	105,439	195,575
Transfers from accumulated surplus	-	35,281	-	-	(35,281)	-	-	-
Transfers from reserves	-	-	-	-	-	-	-	-
Total revenue	\$ 2,063,187	\$ 163,316	\$ -	\$ -	\$ (35,281)	\$ -	\$ 475,776	\$ 2,666,998
EXPENSES								
General government services	\$ 291,749	\$ -	\$ 8,440	\$ -	\$ (2,844)	\$ -	\$ -	\$ 297,345
Protective services	282,600	-	62,112	8,546	-	-	-	353,258
Transportation services	364,000	-	74,408	-	-	-	27,588	465,996
Environmental health services	195,500	-	14,407	-	-	-	78,917	288,824
Public health and welfare services	37,050	-	1,477	-	-	-	53,858	92,385
Regional planning and development	15,100	-	-	-	-	-	32,080	47,180
Resource cons and industrial dev	27,500	-	-	-	-	-	-	27,500
Recreation and cultural services	297,450	-	62,401	-	-	-	213,089	572,940
Water and sewer services	-	88,195	25,213	-	-	-	-	113,408
Fiscal services:								
Transfer to capital	215,000	39,840	-	-	(254,840)	-	-	-
Debt charges and short term interest	110,446	-	-	(98,446)	(12,000)	-	-	-
Transfer to reserves	227,636	35,281	-	-	(262,917)	-	-	-
Transfer to accumulated surplus	14,000	-	-	-	(14,000)	-	-	-
Allowance for tax assets	(14,844)	-	-	-	14,844	-	-	-
Total expenses	\$ 2,063,187	\$ 163,316	\$ 248,458	\$ (89,900)	\$ (531,757)	\$ -	\$ 405,532	\$ 2,258,836
Surplus (Deficit)	\$ -	\$ -	\$ (248,458)	\$ 89,900	\$ 496,476	\$ -	\$ 70,244	\$ 408,162

**TOWN OF CARBERRY
ANALYSIS OF TAXES ON ROLL
December 31, 2017**

SCHEDULE 11

	<u>2017</u>	<u>2016</u>
Balance, beginning of year	\$ 142,211	\$ 74,254
Add:		
Tax levy (Schedule 12)	2,216,314	2,088,503
Taxes added	22,011	40,686
Penalties or interest	20,573	12,224
Tax sale costs	7,090	5,743
Other accounts added	210	-
Sub-total	<u>2,266,198</u>	<u>2,147,156</u>
Deduct:		
Cash collections - current	1,751,868	1,624,335
Cash collections - arrears	121,620	63,189
Writeoffs	7,030	10,601
Tax discounts	13,602	12,274
M.P.T.C. - cash advance	366,518	368,800
Sub-total	<u>2,260,638</u>	<u>2,079,199</u>
Balance, end of year	<u>\$ 147,771</u>	<u>\$ 142,211</u>

**TOWN OF CARBERRY
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2017**

SCHEDULE 12

	2017			2016
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Fire Line Ext. BL 1-2016	64,943,040	1.253	<u>81,374</u>	<u>95,711</u>
Deficit Recovery	64,943,040	0.210	<u>13,637</u>	<u>13,310</u>
Reserves:				
Equipment Replacement	64,943,040	0.375	24,354	68,456
Municipal Building	64,943,040	0.075	4,871	48,173
Fire Safety	64,943,040	0.524	34,030	83,034
CCPC Capital Contribution			-	38,665
Recreation Reserve	64,943,040	0.900	<u>58,449</u>	<u>58,314</u>
sub-total- Reserves			<u>121,704</u>	<u>296,642</u>
General municipal	64,943,040	10.629	<u>690,280</u>	<u>432,287</u>
Special levies:				
Recreation Operating By-Law 1-2017			48,360	-
Section 891A No. 2221	76,917,050	4.010	308,437	346,879
Garbage Levy 2213 (per parcel)			139,200	136,800
sub-total- Special levies			<u>495,997</u>	<u>483,679</u>
Business tax			<u>4,890</u>	<u>4,582</u>
Total municipal taxes (Schedule 2)			<u>1,407,882</u>	<u>1,326,211</u>
Education support levy	6,745,710	10.500	<u>70,830</u>	<u>69,705</u>
Special levies:				
Beautiful Plains School Division	62,045,960	11.888	<u>737,602</u>	<u>692,587</u>
Total education taxes			<u>808,432</u>	<u>762,292</u>
Total tax levy (Schedule 11)			<u>\$ 2,216,314</u>	<u>\$ 2,088,503</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2017

	2017 Actual	2016 Actual
General government services:		
Legislative	\$ 57,097	\$ 65,466
General administrative	209,332	208,697
Other	47,309	49,489
	<u>313,738</u>	<u>323,652</u>
Protective services:		
Police	204,320	204,320
Fire	180,897	131,846
Emergency measures	10,545	9,312
Other	3,978	1,613
	<u>399,740</u>	<u>347,091</u>
Transportation services:		
Road transport		
Administration and engineering	-	-
Road and street maintenance	601,507	438,040
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	13,357	11,730
Street lighting	27,420	28,340
Other	-	-
Air transport	-	-
Public transit	9,000	8,500
Other	-	-
	<u>651,284</u>	<u>486,610</u>
Environmental health services:		
Waste collection and disposal	159,731	211,622
Recycling	-	2,531
Other	17,043	5,685
	<u>176,774</u>	<u>219,838</u>
Public health and welfare services:		
Public health	24,227	45,038
Medical care	6,191	4,558
Social assistance	3,659	3,659
Other	-	-
	<u>34,077</u>	<u>53,255</u>
Regional planning and development		
Planning and zoning	14,100	14,100
Urban renewal	-	-
Beautification and land rehabilitation	3,000	3,733
Urban area weed control	-	-
Other	-	-
	<u>17,100</u>	<u>17,833</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	2,500	-
Regional development	31,298	25,360
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>33,798</u>	<u>25,360</u>
Sub-totals forward	<u>1,626,511</u>	<u>1,473,639</u>

TOWN OF CARBERRY

SCHEDULE 13

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2017

	<u>2017 Actual</u>	<u>2016 Actual</u>
Sub-totals forward	<u>1,626,511</u>	<u>1,473,639</u>
Recreation and cultural services:		
Administration	-	-
Community centers and halls	17,648	17,638
Swimming pools and beaches	-	-
Golf courses	1,000	1,000
Skating and curling rinks	94,004	129,010
Parks and playgrounds	170,782	197,010
Other recreational facilities	141,667	60,000
Museums	6,704	5,587
Libraries	33,969	21,680
Other cultural facilities	15,660	23,375
	<u>481,434</u>	<u>455,300</u>
Total expenses	<u>\$ 2,107,945</u>	<u>\$ 1,928,939</u>

TOWN OF CARBERRY

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)

December 31, 2017

	General	2017 Utility	Total	2016 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 24,093	\$ 49,897	\$ 73,990	\$ 441,604
Adjustments for reporting under public sector accounting standards				
Eliminate interfund transfers	-	-	-	-
Eliminate expense - transfers to reserves	168,731	35,281	204,012	314,729
Eliminate revenue - transfers from reserves	(185,676)	(28,660)	(214,336)	(406,312)
Increase revenue - reserve funds interest	10,200	-	10,200	8,651
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	70,244	-	70,244	69,425
Eliminate revenue - transfer from nominal surplus	-	(35,281)	(35,281)	(224,455)
Increase expense - amortization of tangible capital assets	(223,245)	(25,213)	(248,458)	90,577
Decrease expense - debt proceeds	(50,664)	-	(50,664)	(445,000)
Increase (decrease) revenue - gain (loss) on disposal of tangible capital assets	(31,267)	-	(31,267)	-
Decrease expense - principal portion of debenture debt	90,267	-	90,267	-
Eliminate expense - acquisitions of tangible capital assets net proceeds	379,636	34,146	413,782	466,146
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 252,319</u>	<u>\$ 30,170</u>	<u>\$ 282,489</u>	<u>\$ 315,365</u>