

RURAL MUNICIPALITY OF STE. ANNE

**Consolidated Financial Statements
For the Year Ended December 31, 2020**


STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the RM of Ste. Anne 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.

Council of the municipality met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

Exchange Group Chartered Professional Accountants LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditors' 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.



Nadine Vielhaure
Interim Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
RURAL MUNICIPALITY OF STE. ANNE

Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of Ste. Anne, which comprise the consolidated statement of financial position as at December 31, 2020 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2020, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Ste. Anne as at December 31, 2020, and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2020 in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

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

Other Matter

The financial statements for the year ended December 31, 2019 were audited by another auditor who expressed an unmodified opinion on those financial statements on June 10, 2020.

Responsibilities of Management and Those Charged with Governance for the 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 financial statements that are free from material misstatements, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the 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'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's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Exchange

Chartered Professional Accountants LLP
Winnipeg, Manitoba
July 14, 2021

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RURAL MUNICIPALITY OF STE. ANNE

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RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2020

	<u>2020</u>	<u>2019</u> <i>(Note 18)</i>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 5,487,476	\$ 5,253,160
Amounts receivable (Notes 4, 18)	<u>891,929</u>	<u>790,214</u>
	<u>\$ 6,379,405</u>	<u>\$ 6,043,374</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 996,283	\$ 728,103
Post-employment benefits and compensated absences (Note 7)	44,430	57,136
Long-term debt (Note 8)	<u>844,043</u>	<u>323,398</u>
	<u>1,884,756</u>	<u>1,108,637</u>
NET FINANCIAL ASSETS	<u>\$ 4,494,649</u>	<u>\$ 4,934,737</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 7,745,394	\$ 6,382,064
Inventories (Note 5)	161,960	99,484
Prepaid expenses	<u>33,847</u>	<u>24,074</u>
	<u>7,941,201</u>	<u>6,505,622</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 12,435,850</u>	<u>\$ 11,440,359</u>

COMMITMENTS AND CONTINGENCIES (NOTES 10 AND 11)

Approved on behalf of council:

 Reeve

 Councillor

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2020

	<u>2020 Budget (Note 13)</u>	<u>2020 Actual</u>	<u>2019 Actual</u>
REVENUE			
Property taxes	\$ 2,924,312	\$ 2,893,178	\$ 2,820,356
Grants in lieu of taxation	25,938	32,090	31,136
User fees	80,470	74,501	151,368
Permits, licences and fines	149,300	132,147	76,282
Investment income	25,000	69,373	93,538
Other revenue	92,000	210,262	83,517
Water and sewer	-	-	-
Grants - Province of Manitoba	640,000	591,434	524,861
Grants - other	269,000	575,338	538,249
Total revenue (Schedules 2, 4 and 5)	<u>4,206,020</u>	<u>4,578,323</u>	<u>4,319,307</u>
EXPENSES			
General government services	1,122,202	1,053,132	1,061,692
Protective services	640,339	599,732	510,138
Transportation services	1,671,018	1,538,930	1,674,614
Environmental health services	147,835	142,319	148,323
Public health and welfare services	28,200	28,158	53,158
Regional planning and development	35,000	10,088	43,190
Resource conservation and industrial development	31,210	39,740	33,876
Recreation and cultural services	155,934	170,733	24,360
Water and sewer services	-	-	-
Total expenses (Schedules 3, 4 and 5)	<u>3,831,738</u>	<u>3,582,832</u>	<u>3,549,351</u>
ANNUAL SURPLUS (DEFICIT)	<u><u>374,282</u></u>	<u><u>995,491</u></u>	<u><u>769,956</u></u>
ACCUMULATED SURPLUS, AS PREVIOUSLY STATE		11,325,201	10,670,403
CORRECTION OF AN ERROR (NOTE 18)		<u>\$ 115,158</u>	<u>\$ -</u>
ACCUMULATED SURPLUS, AS RESTATED		<u>\$ 11,440,359</u>	<u>\$ 10,670,403</u>
ACCUMULATED SURPLUS, END OF YEAR		<u><u>\$ 12,435,850</u></u>	<u><u>\$ 11,440,359</u></u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2020

	<u>2020 Budget (Note 13)</u>	<u>2020 Actual</u>	<u>2019 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 374,282	\$ 995,491	\$ 769,956
Acquisition of tangible capital assets	(1,878,000)	(1,710,410)	(427,209)
Donated tangible capital assets	-	(150,334)	(6,500)
Amortization of tangible capital assets	371,600	371,600	360,102
Loss (Gain) on sale of tangible capital assets	-	12,308	(12,000)
Proceeds on sale of tangible capital assets	-	113,506	11,998
Decrease (increase) in inventories	-	(62,476)	(32,839)
Decrease (increase) in prepaid expense	-	(9,773)	(1,585)
	<u>(1,506,400)</u>	<u>(1,435,579)</u>	<u>(108,033)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (1,132,118)</u>	<u>(440,088)</u>	<u>661,923</u>
NET FINANCIAL ASSETS, AS PREVIOUSLY STATED		4,819,579	4,272,814
CORRECTION OF AN ERROR (NOTE 18)		<u>115,158</u>	<u>-</u>
NET FINANCIAL ASSETS, AS RESTATED		<u>4,934,737</u>	<u>4,272,814</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 4,494,649</u>	<u>\$ 4,934,737</u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2020

	<u>2020</u>	<u>2019</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 995,491	\$ 769,956
Changes in non-cash items:		
Amounts receivable	(101,715)	193,941
Inventories	(62,476)	(32,839)
Prepays	(9,772)	(1,585)
Other assets	-	-
Accounts payable and accrued liabilities	268,180	141,500
Post employment benefits and compensated absences	(12,706)	(9,834)
Deferred revenue	-	14,461
Landfill closure and post closure liabilities	-	-
Environmental liabilities	-	-
Donated tangible capital assets	(150,334)	(6,500)
Loss (Gain) on sale of tangible capital asset	12,308	(12,000)
Amortization	371,600	360,102
	<u>1,310,575</u>	<u>1,417,202</u>
Cash provided by operating transactions		
	<u>1,310,575</u>	<u>1,417,202</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	113,506	11,998
Cash used to acquire tangible capital assets	(1,710,410)	(427,209)
	<u>(1,596,904)</u>	<u>(415,211)</u>
Cash applied to capital transactions		
	<u>(1,596,904)</u>	<u>(415,211)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	-
Acquisition of real estate properties	-	-
Loans and advances issued	-	-
	<u>-</u>	<u>-</u>
Cash applied to investing transactions		
	<u>-</u>	<u>-</u>
FINANCING TRANSACTIONS		
Net (repayments) borrowings from revolving line of credit	-	-
Proceeds of long-term debt	634,432	-
Debt repayment	(113,787)	(83,822)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
	<u>520,645</u>	<u>(83,822)</u>
Cash applied to financing transactions		
	<u>520,645</u>	<u>(83,822)</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	234,316	918,169
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>5,253,160</u>	<u>4,334,991</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 5,487,476</u></u>	<u><u>\$ 5,253,160</u></u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020

1. Status of the Rural Municipality of Ste. Anne

The incorporated Rural Municipality of Ste. Anne (the "Municipality") is a municipality that was formed in 1908 pursuant to The Municipal Act. 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 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. The Municipality has no controlled organizations at December 31, 2020.

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 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 Municipality has no government partnerships as of December 31, 2020.

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

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. As at December 31, 2020, there were no trust funds administered.

b) Basis of Accounting

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

c) Cash and Temporary Investments

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

d) Investments

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

Portfolio investments are accounted for at cost.

e) 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

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.

f) 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

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.

g) Leases

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

h) 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.

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

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.

j) Post-employment Benefits and Compensated Absences

Compensation expense is accrued to all employees as entitlement to these payments is earned in accordance with the Municipality's benefits plans for vacation, sick, and retirement allowance.

k) Measurement Uncertainty

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

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2020</u>	<u>2019</u>
Cash	\$ 5,487,476	\$ 5,253,160
Temporary investments	-	-
	<u>\$ 5,487,476</u>	<u>\$ 5,253,160</u>

The Municipality has designated \$3,820,748 (2019 - \$4,016,096) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has an approved line of credit of \$800,000. The line of credit bears interest at the financial institution's prime rate with an effective rate of 2.75% at December 31, 2020. At year-end, the line of credit was unutilized.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2020</u>	<u>2019</u>
Taxes on roll (Schedule 11)	\$ 467,524	\$ 571,260
Government grants	230,316	115,158
Utility customers	-	-
Accrued interest	-	-
Organizations and individuals	53,942	12,358
Other governments	146,722	99,023
Other	-	-
	<u>898,504</u>	<u>797,799</u>
Less allowances for doubtful amounts	<u>(6,575)</u>	<u>(7,585)</u>
	<u>\$ 891,929</u>	<u>\$ 790,214</u>

5. Inventories

Inventories for use:

	<u>2020</u>	<u>2019</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	-	4,750
Culverts	10,138	4,346
Aggregate	151,822	90,388
Other supplies	-	-
Other	-	-
	<u>\$ 161,960</u>	<u>\$ 99,484</u>

6. Accounts Payable and Accrued Liabilities

	<u>2020</u>	<u>2019</u>
Accounts payable	\$ 720,550	\$ 337,739
Accrued expenses	-	-
Accrued interest payable	-	-
School levies	275,733	390,364
Other governments	-	-
Other	-	-
	<u>\$ 996,283</u>	<u>\$ 728,103</u>

7. Post-employment Benefits and Compensated Absences

	<u>2020</u>	<u>2019</u>
Retirement entitlement	\$ 8,174	\$ 23,829
Sick leave	28,941	26,279
Vacation pay	7,315	7,028
	<u>\$ 44,430</u>	<u>\$ 57,136</u>

8. Long Term Debt

	<u>2020</u>	<u>2019</u>
General Authority:		
Debenture, interest at 3.05%, payable at \$61,703 annually including interest, maturing December 2022	\$ 117,982	\$ 174,367
Debenture, interest at 4.25%, payable at \$37,050 annually including interest, maturing December 2024	91,629	149,031
Debenture, interest at 5.38%, payable at \$99,418 annually including interest, maturing December 2040	<u>634,432</u>	<u>-</u>
	<u>\$ 844,043</u>	<u>\$ 323,398</u>

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

2021	\$ 135,541
2022	\$ 141,692
2023	\$ 86,443
2024	\$ 91,332
2025	\$ 42,987

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

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$42,403 (2019 - \$34,791) 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, 2019 indicated the plan was 99.7% funded on a going concern basis and had an unfunded solvency liability of \$288.8 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, 2019.

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. Contingencies

Claims have been filed against the Municipality for incidents which arose in the ordinary course of operations. In the opinion of management and legal counsel, the outcome of these pending claims is not determinable. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.

11. Commitments

The Municipality has negotiated a contract with the City of Steinbach for disposal of waste at their landfill expiring December 31, 2021. Annual charges under the contract are determined by reference to certain waste volumes handled. Payments made under the contract for the year 2020 were \$62,134 (2019 - \$57,551).

The Municipality has negotiated a contract with the City of Steinbach for fire-fighting and emergency response services expiring December 31, 2021. Annual charges under the contract are determined by reference to the taxation of the area being serviced. Payments made under the agreement for the year 2020 were \$49,840 (2019 - \$36,687).

The Municipality has negotiated a contract with the Town of Ste. Anne for fire-fighting and emergency response services expiring December 31, 2034. Annual charges under the contract are based on incremental increases to a base sum payment established in 2019 of \$132,000. Payments made under the agreement for the year 2020 were \$135,000 (2019 - \$132,000).

12. 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 value of these financial instruments approximates their carrying values.

13. 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.

14. Accumulated Surplus

	<u>2020</u>	<u>2019</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,713,751	\$ 1,365,597
TCA net of related borrowings	6,901,351	6,058,666
Reserve funds	<u>3,820,748</u>	<u>4,016,096</u>
Accumulated surplus of Municipality	<u>\$ 12,435,850</u>	<u>\$ 11,440,359</u>

15. 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, 2020:

- a) There were no members of council receiving compensation in excess of \$75,000 individually.
- b) The following officers received compensation in excess of \$75,000:

Name	Position	Amount
<i>Jennifer Gilmore</i>	<i>Chief Administrative Officer</i>	\$ 96,448
<i>Nadine Vielfaure</i>	<i>Assistant CAO</i>	\$ 76,530

It is a requirement of The Municipal Act that the annual 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, 2020:

- c) Compensation paid to members of council amounted to \$228,478 in aggregate.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Paul Saindon	\$ 30,100	\$ 2,548	\$ 32,648
Councillor - Randy Eros	27,700	5,735	33,435
Councillor - Jake Reimer	25,200	1,848	27,048
Councillor - Sarah Normandeau	25,300	2,757	28,057
Councillor - Brent Wery	25,300	4,373	29,673
Councillor - Bradley Ingles	25,300	4,803	30,103
Councillor - Robert Sarrasin	25,300	4,214	29,514
Councillor - John Lenton	6,000	-	6,000
Councillor - Roger Godard	6,000	-	6,000
Councillor - Normand Bremaud	6,000	-	6,000
	<u>\$ 202,200</u>	<u>\$ 26,278</u>	<u>\$ 228,478</u>

16. Segmented Information

The Rural Municipality of Ste. Anne provides a wide ranges of services to its residents.

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

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

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

17. COVID-19

Reactions and restrictions to Coronavirus (COVID-19) continue to evolve and change regularly. Management of the organization continues to maintain operations where possible, while looking out for the needs and safety of the public and employees.

Operations in the historical financial statements, as presented, do not give rise to potential going-concern issues. However, given the uncertainties on the economy, management cannot predict the effect that this will have on their future operations or cash flows.

18. Correction of an Error

An adjustment was required to record the BiPole CDI funding for the 2019 fiscal year. The adjustment has increased the revenue and accounts receivable in 2019 by \$115,158.

19. Comparative Figures

Some figures have been reclassified to comply with the current year presentation.

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2020

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	2020	2019
Cost										
Opening costs	\$ 693,289	\$ 1,359,711	\$ 1,861,566	\$ 148,234	\$ 63,425	\$ 4,795,116	\$ 348,011	\$ 68,588	\$ 9,337,940	\$ 9,154,104
Additions during the year	88,303	-	65,644	16,700	1,551,106	150,334	-	30,478	1,902,565	433,709
Disposals and write downs	(111,791)	-	(28,102)	-	(41,821)	-	-	-	(181,714)	(249,873)
Closing costs	669,801	1,359,711	1,899,108	164,934	1,572,710	4,945,450	348,011	99,066	11,058,791	9,337,940
Accumulated Amortization										
Opening accum'd amortization	107,693	324,792	857,672	131,846	-	1,397,988	135,885	-	2,955,876	2,845,647
Amortization	17,337	32,718	145,578	5,453	-	162,783	7,731	-	371,600	360,102
Disposals and write downs	-	-	(14,079)	-	-	-	-	-	(14,079)	(249,873)
Closing accum'd amortization	125,030	357,510	989,171	137,299	-	1,560,771	143,616	-	3,313,397	2,955,876
Net Book Value of Tangible Capital Assets	\$ 544,771	\$ 1,002,201	\$ 909,937	\$ 27,635	\$ 1,572,710	\$ 3,384,679	\$ 204,395	\$ 99,066	\$ 7,745,394	\$ 6,382,064

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2020

SCHEDULE 2

	2020 Actual	2019 Actual <i>(Note 18)</i>
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 2,831,304	\$ 2,692,929
Taxes added	61,874	127,427
Taxes discount	-	-
	2,893,178	2,820,356
Grants in lieu of taxation:		
Federal government	-	11,938
Federal government enterprises	-	-
Provincial government	32,090	19,198
Provincial government enterprises	-	-
Other municipal governments	-	-
Non-government organizations	-	-
	32,090	31,136
User fees		
Parking meters	-	-
Sales of service	74,501	151,368
Sales of goods	-	-
Rentals	-	-
Development charges	-	-
Facility use fees	-	-
Other	-	-
	74,501	151,368
Permits, licences and fines		
Permits	102,338	76,282
Licences	-	-
Fees	25,750	-
Fines	4,059	-
Other	-	-
	132,147	76,282
Investment income:		
Cash and temporary investments	69,373	93,538
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	69,373	93,538
Other revenue:		
Gain (loss) on sale of tangible capital assets	(12,308)	12,000
Gain on sale of real estate held for sale	-	-
Contributed assets	150,334	6,665
Penalties and interest	47,843	50,594
Miscellaneous (specify):	-	-
Other	24,393	14,258
	210,262	83,517
Water and sewer		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	-	-
Grants - Province of Manitoba		
Municipal operating grants	401,570	409,703
Other unconditional grants	9,075	-
Conditional grants	180,789	115,158
Other	-	-
	591,434	524,861
Grants - other		
Federal government - gas tax funding	269,245	538,249
Federal government - other	306,093	-
Other municipal governments	-	-
Other	-	-
	575,338	538,249
Total revenue	\$ 4,578,323	\$ 4,319,307

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2020

SCHEDULE 3

	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
General government services:		
Legislative	\$ 249,040	\$ 261,293
General administrative	604,487	590,360
Other	199,605	210,039
	<u>1,053,132</u>	<u>1,061,692</u>
Protective services:		
Police	-	-
Fire	365,841	333,276
Emergency measures	76,850	53,365
Other	157,041	123,497
	<u>599,732</u>	<u>510,138</u>
Transportation services:		
Road transport		
Administration and engineering	250,505	259,678
Road and street maintenance	1,259,891	1,383,391
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	2,028	1,860
Street lighting	26,506	29,685
Other	-	-
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>1,538,930</u>	<u>1,674,614</u>
Environmental health services:		
Waste collection and disposal	84,954	81,917
Recycling	33,920	42,980
Other	23,445	23,426
	<u>142,319</u>	<u>148,323</u>
Public health and welfare services:		
Public health	25,000	50,000
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>28,158</u>	<u>53,158</u>
Regional planning and development		
Planning and zoning	10,088	43,190
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>10,088</u>	<u>43,190</u>
Resource conservation and industrial development		
Rural area weed control	11,976	3,564
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	22,172	22,365
Regional development	5,592	7,947
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>39,740</u>	<u>33,876</u>
Sub-totals forward	<u>\$ 3,412,099</u>	<u>\$ 3,524,991</u>

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2020

SCHEDULE 3

	<u>2020 Actual</u>	<u>2019 Actual</u>
Sub-totals forward	<u>\$ 3,412,099</u>	<u>\$ 3,524,991</u>
Recreation and cultural services:		
Administration	-	-
Community centers and halls	9,740	10,868
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	160,993	13,492
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>170,733</u>	<u>24,360</u>
Water and sewer services		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	<u>-</u>	<u>-</u>
Total expenses	<u><u>\$ 3,582,832</u></u>	<u><u>\$ 3,549,351</u></u>

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2020

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
		(Note 18)								
REVENUE										
Property taxes	\$ 2,893,178	\$ 2,820,356	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	32,090	31,136	-	-	-	-	-	-	-	-
User fees	3,477	17,081	19,439	19,009	51,585	72,698	-	37,182	-	-
Grants - other	575,338	538,249	-	-	-	-	-	-	-	-
Permits, licences and fines	98,147	3,231	-	-	-	-	-	-	-	-
Investment income	59,067	76,192	-	-	-	36	10,306	17,310	-	-
Other revenue	210,262	83,267	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	435,645	409,703	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	155,789	115,158	-	-	-	-	-	-	-	-
Total revenue	\$ 4,462,993	\$ 4,094,373	\$ 19,439	\$ 19,009	\$ 51,585	\$ 72,734	\$ 10,306	\$ 54,492	\$ -	\$ -
EXPENSES										
Personnel services	\$ 629,925	\$ 621,510	\$ 33,923	\$ 49,606	\$ 246,875	\$ 253,558	\$ -	\$ -	\$ -	\$ -
Contract services	229,971	229,299	391,883	317,703	149,061	103,401	132,176	133,077	-	-
Utilities	13,833	32,252	13,209	34,830	33,751	128,043	-	-	-	-
Maintenance materials and supplies	30,006	40,035	90,351	52,060	839,307	933,326	8,371	6,875	-	-
Grants and contributions	97,595	95,376	12,396	-	-	-	-	-	28,158	53,158
Amortization	39,940	38,666	56,339	55,939	266,018	256,286	1,772	8,371	-	-
Interest on long term debt	5,326	-	-	-	-	-	-	-	-	-
Other	6,536	4,554	1,631	-	3,918	-	-	-	-	-
Total expenses	\$ 1,053,132	\$ 1,061,692	\$ 599,732	\$ 510,138	\$ 1,538,930	\$ 1,674,614	\$ 142,319	\$ 148,323	\$ 28,158	\$ 53,158
Surplus (Deficit)	\$ 3,409,861	\$ 3,032,681	\$ (580,293)	\$ (491,129)	\$ (1,487,345)	\$ (1,601,880)	\$ (132,013)	\$ (93,831)	\$ (28,158)	\$ (53,158)

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

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2020

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
										<i>(Note 18)</i>
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,893,178	\$ 2,820,356
Grants in lieu of taxation	-	-	-	-	-	-	-	-	32,090	31,136
User fees	-	5,398	-	-	-	-	-	-	74,501	151,368
Grants - other	-	-	-	-	-	-	-	-	575,338	538,249
Permits, licences and fines	34,000	73,051	-	-	-	-	-	-	132,147	76,282
Investment income	-	-	-	-	-	-	-	-	69,373	93,538
Other revenue	-	-	-	-	-	250	-	-	210,262	83,517
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	435,645	409,703
Prov of MB - Conditional Grants	-	-	-	-	-	-	-	-	155,789	115,158
Total revenue	\$ 34,000	\$ 78,449	\$ -	\$ -	\$ -	\$ 250	\$ -	\$ -	\$ 4,578,323	\$ 4,319,307
EXPENSES										
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ 8,849	\$ 2,185	\$ -	\$ -	\$ 919,572	\$ 926,859
Contract services	10,088	43,190	37,408	25,625	356	-	-	-	950,943	852,295
Utilities	-	-	-	-	-	-	-	-	60,793	195,125
Maintenance materials and supplies	-	-	-	8,251	156,919	21,335	-	-	1,124,954	1,061,882
Grants and contributions	-	-	2,332	-	3,675	-	-	-	144,156	148,534
Amortization	-	-	-	-	934	840	-	-	365,003	360,102
Interest on long term debt	-	-	-	-	-	-	-	-	5,326	-
Other	-	-	-	-	-	-	-	-	12,085	4,554
Total expenses	\$ 10,088	\$ 43,190	\$ 39,740	\$ 33,876	\$ 170,733	\$ 24,360	\$ -	\$ -	\$ 3,582,832	\$ 3,549,351
Surplus (Deficit)	\$ 23,912	\$ 35,259	\$ (39,740)	\$ (33,876)	\$ (170,733)	\$ (24,110)	\$ -	\$ -	\$ 995,491	\$ 769,956

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2020

	Core Government		Controlled Entities		Government Partnerships		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
REVENUE								
Property taxes	\$ 2,893,178	\$ 2,820,356	\$ -	\$ -	\$ -	\$ -	\$ 2,893,178	\$ 2,820,356
Grants in lieu of taxation	32,090	31,136	-	-	-	-	32,090	31,136
User fees	74,501	151,368	-	-	-	-	74,501	151,368
Grants - other	575,338	538,249	-	-	-	-	575,338	538,249
Permits, licences and fines	132,147	76,282	-	-	-	-	132,147	76,282
Investment income	69,373	93,538	-	-	-	-	69,373	93,538
Other revenue	210,262	83,517	-	-	-	-	210,262	83,517
Water and sewer	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	435,645	409,703	-	-	-	-	435,645	409,703
Prov of MB - Conditional Grants	155,789	115,158	-	-	-	-	155,789	115,158
Total revenue	\$ 4,578,323	\$ 4,319,307	\$ -	\$ -	\$ -	\$ -	\$ 4,578,323	\$ 4,319,307
EXPENSES								
Personnel services	\$ 919,572	\$ 926,859	\$ -	\$ -	\$ -	\$ -	\$ 919,572	\$ 926,859
Contract services	950,943	852,295	-	-	-	-	950,943	852,295
Utilities	60,793	195,125	-	-	-	-	60,793	195,125
Maintenance materials and supplies	1,124,954	1,061,882	-	-	-	-	1,124,954	1,061,882
Grants and contributions	144,156	148,534	-	-	-	-	144,156	148,534
Amortization	365,003	360,102	-	-	-	-	365,003	360,102
Interest on long term debt	5,326	-	-	-	-	-	5,326	-
Other	12,085	4,554	-	-	-	-	12,085	4,554
Total expenses	\$ 3,582,832	\$ 3,549,351	\$ -	\$ -	\$ -	\$ -	\$ 3,582,832	\$ 3,549,351
Surplus (Deficit)	\$ 995,491	\$ 769,956	\$ -	\$ -	\$ -	\$ -	\$ 995,491	\$ 769,956

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2020

	2020							2019	
	General	Machinery Replacement	Waste Management	Gas Tax	LUD	Fire Equipment	BiPole III	Total	
REVENUE									
Investment income	\$ 17,881	\$ 2,489	\$ 10,306	\$ 16,566	\$ 1,157	\$ 809	\$ 7,144	\$ 56,352	\$ 60,937
Other income	-	-	-	-	-	-	-	-	-
Total revenue	17,881	2,489	10,306	16,566	1,157	809	7,144	56,352	60,937
EXPENSES									
Investment charges	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-
NET REVENUES	17,881	2,489	10,306	16,566	1,157	809	7,144	56,352	60,937
TRANSFERS									
Transfers from general operating fund	100,000	70,000	70,000	269,245	3,462	60,000	230,316	803,023	813,184
Transfers to general operating fund	(181,935)	-	-	-	-	-	(330,028)	(511,963)	-
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	(400,818)	-	-	(16,970)	-	-	(124,972)	(542,760)	(376,752)
CHANGE IN RESERVE FUND	(464,872)	72,489	80,306	268,841	4,619	60,809	(217,540)	(195,348)	497,369
FUND SURPLUS, BEGINNING OF YEAR	1,331,181	167,853	721,341	1,067,262	80,486	50,141	597,832	4,016,096	3,518,727
FUND SURPLUS, END OF YEAR	\$ 866,309	\$ 240,342	\$ 801,647	\$ 1,336,103	\$ 85,105	\$ 110,950	\$ 380,292	\$ 3,820,748	\$ 4,016,096

RURAL MUNICIPALITY OF STE. ANNE
SCHEDULE OF L.U.D. OPERATIONS - RICHER
For the Year Ended December 31, 2020

SCHEDULE 7

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Taxation	\$ 179,134	\$ 179,134	\$ 169,902
Other revenue	18,766	18,766	18,028
Total revenue	<u>197,900</u>	<u>197,900</u>	<u>187,930</u>
Expenses			
General Government:			
Indemnities	25,300	24,362	23,814
Transportation Services			
Road and street maintenance	30,000	8,355	41,575
Ditches and road drainage	7,000	1,455	796
Snow and ice removal	5,000	3,539	4,113
Sidewalk and boulevard maintenance	1,500	2,028	1,860
Street lighting	11,500	12,797	16,021
Other	-	-	-
Environmental health			
Waste collection and disposal	22,500	20,026	21,976
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	13,000	9,846	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	13,500	9,740	10,868
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	<u>129,300</u>	<u>92,148</u>	<u>121,023</u>
Net revenues (expenses)	68,600	105,752	66,907
Transfers:			
Transfers from (to) L.U.D. reserves	-	(3,462)	(31,703)
Transfers from (to) operating fund	(50,000)	(5,547)	(29,106)
Transfer to capital	(18,600)	-	-
Change in L.U.D. balances	<u><u>\$ -</u></u>	<u><u>96,743</u></u>	<u><u>6,098</u></u>
Unexpended balance, beginning of year		<u><u>37,801</u></u>	<u><u>31,703</u></u>
Unexpended balance, end of year		<u><u>\$ 134,544</u></u>	<u><u>\$ 37,801</u></u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 As at December 31, 2020

SCHEDULE 8

	2020		2019
	Name of Utility	Total	Total
FINANCIAL ASSETS			
Cash and temporary investments	\$ -	\$ -	\$ -
Amounts receivable	-	-	-
Portfolio investments	-	-	-
Due from other funds	-	-	-
Other (specify):	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Long-term debt (Note 9)	-	-	-
Due to other funds	-	-	-
Other (specify):	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NON-FINANCIAL ASSETS			
Tangible capital assets (Schedule 1)	\$ -	\$ -	\$ -
Inventories	-	-	-
Prepaid expenses	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
FUND SURPLUS (DEFICIT)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF UTILITY OPERATIONS - Name of Utility
 For the Year Ended December 31, 2020

SCHEDULE 9

	<u>Budget</u>	<u>2020</u>	<u>2019</u>
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	<u>-</u>	<u>-</u>	<u>-</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	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	-	-	-
Penalties	-	-	-
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income (specify)	-	-	-
sub-total- other	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF UTILITY OPERATIONS (cont'd) - Name of Utility
 For the Year Ended December 31, 2020

SCHEDULE 9

EXPENSES	<u>Budget</u>	<u>2020</u>	<u>2019</u>
General			
Administration	\$ -	\$ -	\$ -
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other (specify)	-	-	-
sub-total- general	<u>-</u>	<u>-</u>	<u>-</u>
Water General			
Purification and treatment	-	-	-
Water purchases	-	-	-
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other (specify)	-	-	-
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	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs (specify)	-	-	-
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>-</u>	<u>-</u>	<u>-</u>
NET OPERATING SURPLUS	-	-	-
TRANSFERS			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	-	-	-
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	-	-
FUND SURPLUS, BEGINNING OF YEAR		<u>-</u>	<u>-</u>
FUND SURPLUS, END OF YEAR		<u>\$ -</u>	<u>\$ -</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2020

	Financial Plan General	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 2,849,120	\$ -	\$ -	\$ 75,192	\$ -	\$ -	\$ 2,924,312
Grants in lieu of taxation	101,130	-	-	(75,192)	-	-	25,938
User fees	80,470	-	-	-	-	-	80,470
Permits, licences and fines	149,300	-	-	-	-	-	149,300
Investment income	25,000	-	-	-	-	-	25,000
Other revenue	92,000	-	-	-	-	-	92,000
Water and sewer	-	-	-	-	-	-	-
Grants - Province of Manitoba	640,000	-	-	-	-	-	640,000
Grants - other	269,000	-	-	-	-	-	269,000
Transfers from accumulated surplus	200,000	-	-	(200,000)	-	-	-
Transfers from reserves	1,178,000	-	-	(1,178,000)	-	-	-
Total revenue	<u>\$ 5,584,020</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,378,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,206,020</u>
EXPENSES							
General government services	\$ 1,071,400	\$ 39,940	\$ -	\$ 10,862	\$ -	\$ -	\$ 1,122,202
Protective services	584,000	56,339	-	-	-	-	640,339
Transportation services	1,405,000	266,018	-	-	-	-	1,671,018
Environmental health services	146,063	1,772	-	-	-	-	147,835
Public health and welfare services	28,200	-	-	-	-	-	28,200
Regional planning and development	35,000	-	-	-	-	-	35,000
Resource cons and industrial dev	31,210	-	-	-	-	-	31,210
Recreation and cultural services	155,000	934	-	-	-	-	155,934
Water and sewer services	-	-	-	-	-	-	-
Fiscal services:							
Transfer to capital	1,078,000	-	-	(1,078,000)	-	-	-
Transfer to LUD	197,900	-	-	(197,900)	-	-	-
Debt charges	56,385	-	(56,385)	-	-	-	-
Short term interest	2,000	-	(2,000)	-	-	-	-
Transfer to reserves	783,000	-	-	(783,000)	-	-	-
Allowance for tax assets	10,862	-	-	(10,862)	-	-	-
Total expenses	<u>\$ 5,584,020</u>	<u>\$ 365,003</u>	<u>\$ (58,385)</u>	<u>\$ (2,058,900)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,831,738</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ (365,003)</u>	<u>\$ 58,385</u>	<u>\$ 680,900</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 374,282</u>

**RURAL MUNICIPALITY OF STE. ANNE
ANALYSIS OF TAXES ON ROLL
December 31, 2020**

SCHEDULE 11

	<u>2020</u>	<u>2019</u>
Balance, beginning of year	\$ 571,260	\$ 658,679
Add:		
Tax levy (Schedule 12)	7,881,789	7,600,356
Taxes added	61,874	127,427
Penalties or interest	47,843	50,109
Other accounts added	-	-
Tax Adjustments (specify)	-	-
Sub-total	<u>7,991,506</u>	<u>7,777,892</u>
Deduct:		
Cash collections - current	6,740,917	6,281,919
Cash collections - arrears	473,702	708,787
Write-offs	-	-
Tax discounts	-	-
E.P.T.C. - cash advance	880,623	874,605
Other credits (specify)	-	-
Sub-total	<u>8,095,242</u>	<u>7,865,311</u>
Balance, end of year	<u><u>\$ 467,524</u></u>	<u><u>\$ 571,260</u></u>

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2020

	2020			2019
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
LUD of Richer	\$ 19,019,690	\$ 6.510	\$ 123,818	\$ 126,946
Name of LUD	\$ -	\$ -	-	-
sub-total - L.U.D.			<u>123,818</u>	<u>126,946</u>
Debt charges:				
Frontage	\$ -	\$ -	-	-
LUD of Richer Asphaltng	\$ 19,019,690	\$ 2.520	47,930	35,423
Debenture debt charges	\$ 326,055,870	\$ 0.190	61,951	61,386
sub-total - Debt charges			<u>109,880</u>	<u>96,809</u>
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
Machinery	\$ 307,036,180	\$ 0.230	70,618	49,121
General	\$ 326,055,870	\$ 0.310	101,077	52,178
Waste Management	\$ 326,055,870	\$ 0.220	71,732	52,178
Fire Equipment	\$ 326,055,870	\$ 0.180	58,690	49,109
sub-total - Reserves			<u>302,118</u>	<u>202,586</u>
General municipal				
Rural area	\$ 307,036,180	\$ 6.910	2,121,620	1,522,752
At large	\$ 326,055,870	\$ 0.480	156,507	727,420
Sub-total - General municipal			<u>2,278,127</u>	<u>2,250,172</u>
Special levies:				
Cooks Creek Conservatory Distric	\$ -	\$ -	-	16,416
LUD Garbage P/U B/L #09-2016	\$ 210,000	\$ 82.670	17,361	-
Villa Youville	\$ -	\$ -	-	-
Seine Rat River Conservation Dist	\$ -	\$ -	-	-
sub-total - Special levies			<u>17,361</u>	<u>16,416</u>
Business tax (rate%)	\$ -	\$ -	-	-
Total municipal taxes (Schedule 2)			<u>2,831,304</u>	<u>2,692,929</u>
Education support levy	\$ 43,015,390	\$ 8.830	<u>379,826</u>	<u>384,749</u>
Special levies:				
Seine River SD	\$ 231,630,440	\$ 14.240	3,298,417	3,205,356
Hanover SD	\$ 93,668,410	\$ 14.650	1,372,242	1,317,322
sub-total - Special levies			<u>4,670,660</u>	<u>4,522,678</u>
Total education taxes			<u>5,050,486</u>	<u>4,907,427</u>
Total tax levy (Schedule 11)			<u><u>\$ 7,881,789</u></u>	<u><u>\$ 7,600,356</u></u>

RURAL MUNICIPALITY OF STE. ANNE
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2020

SCHEDULE 13

	<u>2020 Actual</u>	<u>2019 Actual</u>
General government services:		
Legislative	\$ 224,677	\$ 237,479
General administrative	604,487	590,360
Other	194,058	210,039
	<u>1,023,222</u>	<u>1,037,878</u>
Protective services:		
Police	-	-
Fire	365,841	333,276
Emergency measures	76,850	53,365
Other (specify)	157,041	123,497
	<u>599,732</u>	<u>510,138</u>
Transportation services:		
Road transport		
Administration and engineering	250,505	259,678
Road and street maintenance	1,246,542	1,336,907
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	13,710	13,664
Other (specify)	-	-
Air transport	-	-
Public transit	-	-
Other (specify)	-	-
	<u>1,510,757</u>	<u>1,610,249</u>
Environmental health services:		
Waste collection and disposal	64,928	59,941
Recycling	21,072	42,980
Other	23,444	23,426
	<u>109,444</u>	<u>126,347</u>
Public health and welfare services:		
Public health	25,000	50,000
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>28,158</u>	<u>53,158</u>
Regional planning and development		
Planning and zoning	10,088	43,190
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>10,088</u>	<u>43,190</u>
Resource conservation and industrial development		
Rural area weed control	4,462	3,564
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	22,172	22,365
Regional development	3,260	7,947
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>29,894</u>	<u>33,876</u>
Sub-totals forward	<u>\$ 3,311,295</u>	<u>\$ 3,414,836</u>

RURAL MUNICIPALITY OF STE. ANNE
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2020

SCHEDULE 13

	<u>2020 Actual</u>	<u>2019 Actual</u>
Sub-totals forward	\$ 3,311,295	\$ 3,414,836
Recreation and cultural services:		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	160,993	13,492
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>160,993</u>	<u>13,492</u>
Total expenses	<u>\$ 3,472,288</u>	<u>\$ 3,428,328</u>

RURAL MUNICIPALITY OF STE. ANNE

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - UNAUDITED

December 31, 2020

	General	2020 Utility	Total	2019 Total <i>(restated)</i>
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 348,171	\$ -	\$ 348,171	\$ 115,158
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	803,023	-	803,023	813,184
Eliminate revenue - transfers from reserves	(511,963)	-	(511,963)	-
Eliminate revenue - acquisitions of tangible capital assets from reserves	(542,760)	-	(542,760)	(376,752)
Increase revenue - reserve funds interest	56,352	-	56,352	60,937
Eliminate revenue - transfer from nominal surplus(es)	-	-	-	-
Increase expense - amortization of tangible capital assets	(371,600)	-	(371,600)	(360,102)
Increase (Decrease) revenue - gain (loss) on disposal of tangible capital assets	(12,308)	-	(12,308)	-
Decrease revenue - proceeds from disposal of tangible capital assets	(113,523)	-	(113,523)	-
Decrease expense - principal portion of debenture debt	113,787	-	113,787	83,822
Decrease revenue - proceeds from long term debt	(634,432)	-	(634,432)	-
Decrease expense - donated capital assets	150,334	-	150,334	6,500
Eliminate expense - acquisitions of tangible capital assets	1,710,410	-	1,710,410	427,209
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 995,491	\$ -	\$ 995,491	\$ 769,956